



# Comprehensive Annual Financial Report

For Fiscal Year Ended June 30, 2008







### COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED

June 30, 2008

Carol S. Sheets Mayor

Sam Bolt Councilmember-at-Large William A. VerHulst
Mayor Pro-Tem
1st Ward Councilmember

Jack A. Poll Councilmember-at-Large Richard K. Pastoor 2nd Ward Councilmember

Kent Vanderwood Councilmember-at-Large

Joanne M. Voorhees 3rd Ward Councilmember

Curtis L. Holt City Manager

Prepared By: Finance Department

Timothy H. Smith, CPA Finance Director

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# Certificate of Achievement for Excellence in Financial Reporting

Presented to

## City of Wyoming Michigan

For its Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

SEAL STATES

President

Executive Director

### Accounting/Finance Department

TELEPHONE 616/530-7225

1155 - 28th Street S.W., Box 905 Wyoming, Michigan 49509-0905 

Web: www.ci.wyoming.mi.us



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December 10, 2008

To the Honorable Mayor, Members of City Council, and the Citizens of the City of Wyoming, Michigan

The City Charter and the Michigan Uniform Budgeting and Accounting Act require the financial statements be examined by a firm of independent certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the City of Wyoming (the City) for the fiscal year ended June 30, 2008.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and fairness of presentation of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed to (1) safeguard the City's assets from loss, theft or misuse and (2) compile reliable financial information for the preparation of the City of Wyoming's financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP). Because the cost of internal controls should not outweigh their benefits, the City of Wyoming's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Wyoming's financial statements have been audited by BDO Seidman, LLP, an independent firm of certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Wyoming are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of Wyoming's financial statements for the fiscal year ended June 30, 2008, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City of Wyoming was part of a broader, federally mandated "Single Audit" designed to meet the special needs of the federal grantor agencies. The standards governing Single Audit engagements require the independent auditors to report not only on the fair

presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards.

Information related to the Single Audit, including the Schedule of Expenditures of Federal Awards, findings and questioned costs, and auditors' report on internal controls and compliance with applicable laws and regulations is published in a separate document. The financial activity related to the single audit requirements, such as various Department of Housing and Urban Development Grants, Department of Justice Grants, Department of Transportation Grants, Department of Health and Human Service Grants, and Department of Education Grants are included in this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Wyoming's MD&A can be found immediately following the report of the independent auditors.

#### **Profile of the Government**

The City of Wyoming is located in Kent County in the western part of Michigan's lower peninsula, encompasses an area of approximately 25 square miles and, with a 2008 census population of 70,440, is the fifteenth largest city in Michigan. The City is governed by an elected City Council consisting of 3 members elected at large, 3 members elected by district and a mayor elected at large. The City Manager, appointed by the City Council, is responsible for the day-to-day operations of the City.

The City provides a wide range of services to City residents. Water and sewer services are sold retail to City residents and business and wholesale to various surrounding governmental units resulting in total water consumption of 12.2 billion gallons during the fiscal year.

The annual budget serves as the foundation of the City's financial planning and control. All departments of the City are required to submit requests for appropriations to the Manager/Finance Director. These requests form the basis for the development of a proposed budget. The Manager/Finance Director will present to the Council a recommended budget in April at which time a public hearing date will be set. A presentation will be made at a public hearing and the budget will be adopted at the subsequent Council meeting. The budget is appropriated at the departmental level. The budget is prepared at the fund, department, activity, and line item level. Department directors may request transfers within fund appropriations under their administrative control. Transfers of appropriations between departments or funds require approval of the Council. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. The General Fund can be found on page 66 as part of the required supplementary information for the governmental funds. For governmental funds other than the general fund, this comparison can be found on pages 70 to 73 and pages 90 to 103.

### Blended Component Unit

The City has one blended component unit, the Building Authority, a separate legal entity that uses the proceeds of its tax-exempt bonds to finance the construction of general capital assets for the City. The bonds are secured by a lease agreement with the City and will be retired through lease payments from the City.

### Discretely Presented Component Units

The City has seven legally separate component units. These units are discretely presented as the governing bodies of the component units are not substantially the same as that of the City.

- The Economic Development Corporation (EDC) provides advice to City officials regarding economic development activity.
- The Brownfield Redevelopment Authority is responsible for providing incentive for the redevelopment of contaminated property.
- The Wyoming Downtown Development Authority is responsible for correcting blight in their area and enhancing economic growth.
- The Wyoming Housing Commission provides housing assistance to low and moderate income families.
- The District Court of Wyoming accounts for the collection and payment to the State of Michigan, Kent County, and the City of Wyoming, of fines and fees collected on their behalf. Bond and other trust money held by the Court are also accounted for. Fines and fees collected that remain at the local level, along with actual Court operations, are accounted for in the City's General Fund.
- Local Development Finance Authority, established to redevelop certain industrial property in the City, was inactivated in 2000 with remaining assets being transferred to the City at that time.
- The Greater Wyoming Community Resource Alliance, a 501(c)3 was founded to receive charitable donations that will be used to fund various civic functions for the benefit of the citizens of the City.

#### **Financial Condition Factors**

### Local Economy

The manufacturing sector, consisting of furniture, automotive and food processing, is facing difficult times during the current troubled economic times; but, at the same time, is providing the City with the opportunity to seek further diversification in its economic base. The service area, including financial, educational, medical and retail, provides a positive impact on the economy. The City has benefited with the relocation of Metro Hospital from the City of Grand Rapids to the City of Wyoming. Residential growth in the southwest sector, along with commercial growth in this sector, has been enhanced by the opening of the Metro Hospital medical complex this year and the South Beltline freeway in 2004. Outside of this area of the City, business and industrial growth has continued at a slow pace during the fiscal year.

The City continues to actively improve infrastructure that supports its citizens. The City has invested in developing new software that will be used to track the condition of streets, sidewalks and the sewer and water systems. The wastewater facility \$36 million dollar expansion and rehabilitation project was completed during the fiscal year resulting in an increase in treatment of wastewater from 19 million gallons a day to 24 million gallons a day. A \$72 million expansion and rehabilitation project at the water facility has commenced that will allow maximum flows to increase from 90 million gallons a day to 120 million gallons a day thereby allowing the water facility to meet business, industrial and residential growth within its service area.

The City continues to face challenges of providing services to its citizens with shrinking revenue sources. The State of Michigan continues to face revenue shortfalls that are passed on to local units through decreases in statutory revenue sharing. Property tax revenue growth has been

held in check through various state-wide voter approved initiatives occurring in the 1980s and 1990s. Local voters have voted to not increase property tax rates. As a result of these factors and growth in various costs incurred by the City, the City has taken steps to reduce its labor force and consequently services provided to its citizens to ensure that future expenditures do not exceed anticipated revenues.

### **Cash Management**

Available cash during the fiscal year, excluding pension trust funds, was primarily invested in certificates of deposit and instruments of the U.S. Treasury and Governmental Agencies. As of June 30, 2008, the book value of these investments was \$92,626,607. The average yield of funds invested by City staff for the year ended June 30, 2008 was 6.97 percent compared to 7.70 percent the prior year.

### **Risk Management**

The risk management activities of the City are primarily the responsibility of Finance and Human Resources Departments. However, each department director has a responsibility for managing the activities of their department in such as way as to preserve the human, physical, natural, and financial resources of the City.

The City has developed an internal financing mechanism to accrue its incurred and incurred-but-not-reported claims not covered by insurance. A Self-Insurance Fund has been established to segregate risk management activities and process the payment claims. An annual allocation of costs including self-funded loss payment, insurance premiums and administrative costs are charged back to all departments using the appropriate statistic.

The City has been operating successfully for over seventeen years in providing general liability, property insurance, vehicle insurance, and workers' compensation insurance programs through the Insurance Fund. The City has purchased liability coverage for claims in excess of \$500,000 from a private carrier. Beginning in fiscal year 1997-1998, the City also began to self-fund its health insurance plan with a current excess coverage of \$125,000 per claim. The Insurance Fund health and dental insurance plans experienced an operating gain of \$1,925,653, which includes investment earnings. Like the general business sector, the City incurred higher than inflationary expenditures for health care. During the past year, the City experienced a 12% increase in claims costs.

Settlement of claims greater than \$10,000 requires the prior approval of the City Council. Recommendations are made to them from its insurers, claim administrator and legal counsel. The City may settle large claims by making a lump payment or using a structured payment.

#### **Pensions and Post-Retirement Benefits**

The City sponsors a single-employer defined benefit pension plan for the majority of its employees and a defined contribution plan for new hires in various bargaining units. Each year an independent actuary calculates the percentage of payroll that the City must contribute to the pension plan to ensure that the fund will meet its full obligation to plan participants. As a matter of policy, the City fully funds each year's contribution as determined by the actuary. As of the June 30, 2008 actuarial report, the City's accrued assets exceeded its accrued liabilities by \$3,330,000. The employer normal cost for 2008 was \$3,135,291; however, due to over-funding, the computed employer contribution was \$3,487,953. Contributions to the pension plan were exceeded by benefits paid out during 2007-2008, the tenth time this has happened. Benefit payments have increased as the number of retirees has also increased.

New employees hired in all six bargaining units were covered by a defined contribution plan. Employer contributions of 8% of base pay to the plan for 2008 were \$98,327.

The City also provides post-retirement health care benefits for retirees and their dependents. As of the end of the current fiscal year, there were 223 retired employees receiving these benefits, which are financed based on actuarial computation. GAAP does not require governments to report a liability in the financial statements in connection with an employer's obligation to provide these benefits at this time. However, as required by Governmental Accounting Standards Board Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions, the City will have to provide information relative to funding progress of post-retirement health care benefits for retirees and their dependents. Based upon the June 30, 2007 actuarial report, the unfunded actuarial accrued liability is approximately \$52.3 million.

New employees hired in five out of six bargaining units were covered by a defined contribution health plan in which approximately 4% of base pay is deposited into the plan. During 2008, contributions to the plan were \$5,534.

Additional information on the City's pension arrangements and post-employment benefits can be found in Note H in the notes to basic financial statements.

#### **Awards**

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the year ended June 30, 2007. This was the nineteenth year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

### **Acknowledgements**

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department. We should like to express our appreciation to all the employees of the City who assisted and contributed to its preparation.

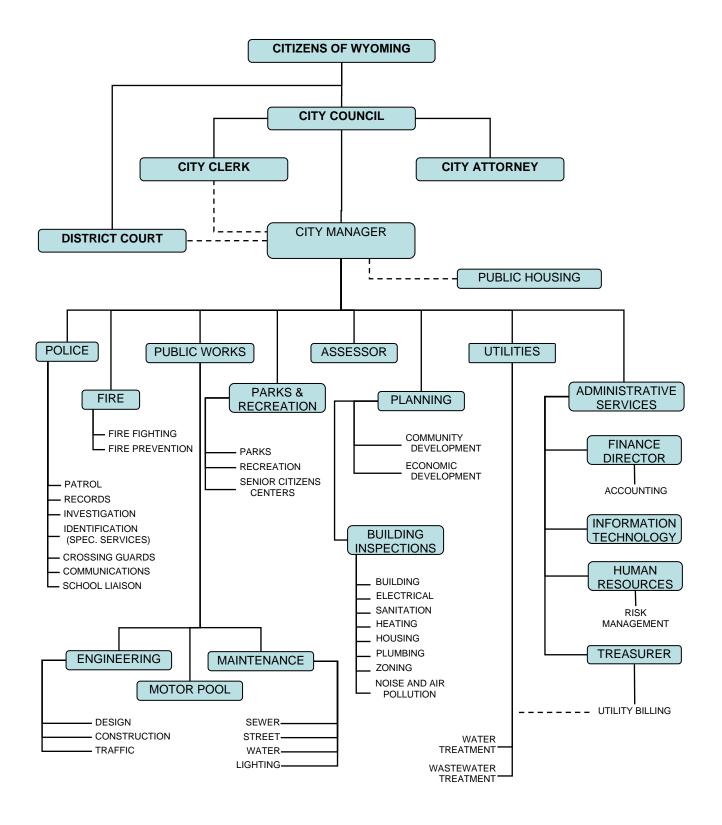
Respectfully submitted,

Curtis L. Holt City Manager

Timothy H. Smith, CPA Finance Director

### CITY OF WYOMING, MICHIGAN

### **TABLE OF ORGANIZATION**



99 Monroe Avenue N.W., Suite 800 Grand Rapids, Michigan 49503-2654 Telephone: (616) 774-7000 Fax: (616) 776-3680

### **Independent Auditors' Report**

Honorable Mayor and Members of the City Council City of Wyoming Wyoming, Michigan

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the City of Wyoming, Michigan (the City) as of and for the year ended June 30, 2008 (March 31, 2008 for the Wyoming Housing Commission), which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the City. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Wyoming Housing Commission, which represents 87% of the total assets of the component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us. Our opinion expressed herein, insofar as it relates to the amounts included for the Wyoming Housing Commission, is based solely upon the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information at June 30, 2008 (March 31, 2008 for the Wyoming Housing Commission), and the respective changes in financial position and cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 3, 2008 on our consideration of the City of Wyoming's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grants and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's Discussion and Analysis, the budgeting comparison information on pages 66-73 and the required supplementary information on pages 74-77 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and

presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, other supplementary information and statistical section as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of the City of Wyoming. The combining and individual nonmajor fund financial statements and other supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and the statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

As discussed in Note H to the financial statements, the City adopted the provisions of GASB Statement No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*.

Grand Rapids, Michigan December 3, 2008

BDO Salma-, LLP

The City of Wyoming's (the "City") discussion and analysis is designed to (a) assist the reader in focusing on the significant financial issues, (b) provide an overview of the financial activities for the fiscal year ended June 30, 2008, (c) identify changes in the City's financial position (its ability to address the next year and subsequent year challenges), (d) identify any material deviations from the approved budget, and (e) identify individual fund issues or concerns. Since the management's discussion and analysis (MD&A) is designed to focus on the current year's activities, resulting changes, and known facts, readers are encouraged to consider the information presented here in conjunction with the transmittal letter at the front of this report and with the City's financial statements, which follow this section.

### **Financial Highlights**

- Assets of the City exceeded its liabilities at the end of the fiscal year by \$285,624,055 (net assets), an increase of \$18,561,786 from the previous year. Component units reported net assets of \$5,298,327, a decrease of \$119,807 from the previous year.
- Of the \$285,624,055 reported in net assets, \$70,940,811 may be used to meet the ongoing obligations to citizens and creditors (unrestricted net assets) of the respective fund where the funds were earned.
- At the end of the fiscal year, the City's governmental funds reported a combined ending fund balance of \$21,687,658, an increase of \$527,726 from the previous year. Of this fund balance, approximately 97% (\$21,041,553) is available for spending at the government's discretion (unreserved fund balance) for purposes of the respective fund where the funds were earned.
- At the end of the current fiscal year, the unreserved undesignated fund balance for the General Fund was \$8,128,064 or 27% of the total General Fund expenditures.
- The enterprise funds reported net assets at June 30, 2008 of \$152,549,384, an increase of \$15,519,209 from the previous year.
- The City's total debt, excluding compensated absences and workers' compensation claims, during the fiscal year decreased to \$134,570,022, a decrease of \$7,044,986 (or 5.0%), which represents the difference between the new issue of \$2,985,000 and payments of outstanding debt of \$10,029,986.

### **Overview of the Financial Statements**

This discussion and analysis is an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. The financial statements' focus is on both the City as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow users to address relevant questions, broaden a basis for comparison (interperiod or intergovernmental) and enhance the City's accountability. This report also contains supplementary information in addition to the basic financial statements, which further explains and supports the information presented in these statements.

### **Government-Wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances. The Statement of Net Assets and the Statement of Activities are designed to be corporate-like in that all the governmental and business-type activities are consolidated into columns which add to a total for the Primary Government. These statements should help the reader to answer the question: Is the City, as a whole, better or worse off as a result of this year's activities? These statements include all non-fiduciary assets and liabilities using the accrual basis of accounting. The current year's revenues and expenses are recognized regardless of when cash is received or paid.

The focus of the Statement of Net Assets is designed to be similar to the bottom line results for the City and its governmental and business-type activities. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations (total economic resources). This statement presents all of the City's assets and

liabilities, with the difference between the two reported as "net assets." Over time, increases and decreases in net assets may indicate whether the City's financial position is improving or deteriorating. However, in order to assess the overall health of the City, non-financial factors such as the City's property tax base and condition of the City's infrastructure may also need to be considered.

The Statement of Activities is focused on both the gross and net cost of the various activities (governmental, business-type, and component unit) which are supported by the City's general tax and other revenues. This presentation is intended to summarize and simplify the user's analysis of the cost of the various governmental services and/or the subsidy to various business-type activities and/or component units. This statement shows how the City's net assets changed during the fiscal year. All changes in net assets are reported when the underlying events occur, regardless of the timing of related cash flows. Therefore, revenues and expenses are reported in these statements for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

### Both statements report three activities:

- 1. Governmental Activities: Most of the City's basic services (i.e., police, fire, public works, parks, etc.) are reported under this category. Taxes and intergovernmental revenues generally fund these services. The City's governmental activities include legislative, judicial, general government, public safety, public works, health and welfare, and recreation and culture.
- Business-Type Activities: The City charges fees to customers to help cover all or most of the cost of
  certain services it provides. The City operates two business-type activities that reflect private sector
  type operations: Water and Sewer services.
- 3. Discretely Presented Component Units: Component units are legally separate organizations over which the City (the City Council, acting as a group) can exercise influence and/or for which the City is financially accountable. The City has seven discretely presented component units: the Economic Development Corporation, the Brownfield Redevelopment Authority, the Wyoming Downtown Development Authority, the 62A District Court (collections remitted to other jurisdictions and trust activity), the Wyoming Housing Commission, the Greater Wyoming Community Resource Alliance and the Local Development Finance Authority (LDFA). The LDFA is currently inactive. Financial information for these component units is presented separately from that of the primary government. The focus of the statements is clearly on the primary government; however, the presentation allows the user to address the relative relationship with the component units.

#### **Fund Financial Statements**

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. These statements provide more detailed information about the City's most significant funds (Major Funds), not the City as a whole. A fund is a fiscal and accounting entity with a self-balancing set of accounts that the City uses to maintain control over resources that have been segregated for specific activities or objectives. In addition to major funds, the City presents individual fund data for nonmajor funds in the supplementary information section. All of the funds of the City can be divided into three categories: governmental, proprietary, and fiduciary. Each category uses different accounting approaches.

#### Governmental Funds:

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, the governmental fund statements are presented on a modified accrual basis, which focuses on the near-term sources and uses of available resources. This is the manner in which the budget is typically developed. The City establishes funds for

various purposes; and the Fund Financial Statements allow the demonstration of sources and uses and/or budgetary compliance associated therewith. Governmental funds include the general fund, special revenue funds, capital project funds, and debt service funds.

The focus of governmental funds (current financial resources) is narrower than that of the government-wide financial statements (total economic resources). Therefore, the reader may better understand the long-term impact of the City's near-term financing decisions by comparing information presented for governmental funds with the information presented for the governmental activities in the government-wide financial statements. Both the governmental fund's Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance provide a reconciliation to facilitate this comparison.

#### Proprietary Funds:

Proprietary funds are used to account for services provided by the City where the City charges customers (whether external or internal) for the services it provides. These funds use accrual accounting; the same method used by private sector businesses. The City maintains two different types of proprietary funds: enterprise and internal service. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Water and Sewer services. Internal service funds are used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its Motor Pool and Insurance programs. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

#### Fiduciary Funds:

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. While these funds represent trust responsibilities of the City, these assets are restricted in purpose and do not represent discretionary assets of the City. Therefore, these assets are not reflected in the government-wide financial statements. The City acts as a trustee or fiduciary for its employee pension plan. It is a trustee/agent for the other governmental units for which it collects tax payments. The City is responsible for ensuring that the assets reported in these funds are used for their intended purpose. The City's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets. These funds are reported using accrual accounting.

### Financial Analysis of the Government as a Whole

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the City's case, assets exceeded its liabilities at the end of the fiscal year by \$285,624,055. However, an overwhelming portion of the City's net assets (68%) represents its investment in capital assets (e.g., land, roads, storm sewers, water and sewer systems, buildings, and equipment) less any related debt used to acquire or construct these assets that is still outstanding. The City uses these capital assets to provide essential services to citizens; therefore, these assets are not available for future spending. Although the City's investment in its capital assets is reported as net of related debt, it should be noted that resources needed to repay this debt must be provided from other sources because the capital assets themselves cannot be used to liquidate these liabilities.

### **City of Wyoming's Net Assets**

	Governmen	ntal Activities	Business-Ty	pe Activities	Total		
•	2008	2007	2008	2007	2008	2007	
Current and other assets	\$ 49,698,070	\$ 47,493,507	\$ 62,399,419	\$ 89,200,891	\$112,097,489	\$ 136,694,398	
Capital assets, net of							
accumulated depreciation	122,706,345	125,672,706	205,916,190	169,875,654	328,622,535	295,548,360	
Total Assets	172,404,415	173,166,213	268,315,609	259,076,545	440,720,024	432,242,758	
Long-term liabilities outstanding	35,997,873	39,512,617	104,869,685	108,558,153	140,867,558	148,070,770	
Other liabilities	5,166,114	5,218,477	9,062,297	11,891,242	14,228,411	17,109,719	
Total Liabilities	41,163,987	44,731,094	113,931,982	120,449,395	155,095,969	165,180,489	
Net Assets:							
Invested in capital assets,							
net of related debt	91,893,190	91,438,698	102,377,466	90,409,811	194,270,656	181,848,509	
Restricted	13,077,355	13,223,189	7,335,233	31,272,871	20,412,588	44,496,060	
Unrestricted	26,269,883	23,773,232	44,670,928	16,944,468	70,940,811	40,717,700	
Total Net Assets	\$131,240,428	\$128,435,119	\$154,383,627	\$138,627,150	\$ 285,624,055	\$ 267,062,269	

Except for \$20,412,588 restricted for debt service, revenue source and water system development, the City may use the remaining balance of unrestricted net assets of \$70,940,811 (24.8%) to meet its ongoing obligations to citizens and creditors; however, the use of the unrestricted net assets is limited by nature of the fund generating the unrestricted fund balance.

Further, the City is able to report positive balances in all three categories of net assets, both for the government as a whole, and for its separate governmental and business-type activities.

### City of Wyoming's Change in Net Assets

	Governmental Activities				Business-Type Activities				Total			
	2008	2008 2007			2008		2007		2008		2007	
Revenues:	•											
Program Revenues:												
Charges for services	\$ 10,259,331	\$	8,785,546	\$	32,208,650	\$	30,077,490	\$	42,467,981	\$	38,863,036	
Operating grants	6,954,372		6,814,966		-		-		6,954,372		6,814,966	
Capital grants	579,207		1,376,635		15,376,281		3,045,673		15,955,488		4,422,308	
General Revenues:												
Taxes	24,224,153		22,944,231		-		-		24,224,153		22,944,231	
Grants not restricted												
to specific programs	6,126,491		6,078,278		-		-		6,126,491		6,078,278	
Investment earnings	2,837,092		2,732,020		3,032,128		3,507,898		5,869,220		6,239,918	
Other	-		45,624		-		-		-		45,624	
Total Revenues	50,980,646		48,777,300		50,617,059		36,631,061		101,597,705		85,408,361	

	Governme	ntal Activities	Business-Ty	pe Activities	Total		
	2008	2007	2008	2007	2008	2007	
Expenses:		•	•		•	•	
Legislative	\$ 142,406	\$ 148,994	\$ -	\$ -	\$ 142,406	\$ 148,994	
Judicial	1,802,877	1,709,938	-	-	1,802,877	1,709,938	
General government	8,632,127	5,117,620	-	-	8,632,127	5,117,620	
Public safety	20,425,533	19,338,473	-	-	20,425,533	19,338,473	
Public works	10,167,277	11,364,292	-	-	10,167,277	11,364,292	
Health and welfare	829,013	764,092	-	-	829,013	764,092	
Recreation and culture	4,431,652	4,459,187	-	-	4,431,652	4,459,187	
Debt service	1,744,452	1,817,410	-	-	1,744,452	1,817,410	
Water	-	-	19,877,078	16,644,670	19,877,078	16,644,670	
Sewer	-	-	14,983,504	13,941,464	14,983,504	13,941,464	
Total Expenses	48,175,337	44,720,006	34,860,582	30,586,134	83,035,919	75,306,140	
Increase in Net Assets	2,805,309	4,057,294	15,756,477	6,044,927	18,561,786	10,102,221	
Net Assets, July 1,	128,435,119	124,377,825	138,627,150	132,582,223	267,062,269	256,960,048	
Net Assets, June 30,	\$131,240,428	\$ 128,435,119	\$ 154,383,627	\$ 138,627,150	\$ 285,624,055	\$ 267,062,269	

#### Governmental Activities:

Governmental activities increased the City's net assets by \$2,805,309, thereby accounting for 15.1% of the total increase in the net assets of the City. Key factors of this increase are as follows:

- Capital grant revenues decreased \$797,428 primarily as a result of decreases in grants related to public construction projects which were completed.
- Tax revenue increased \$1,279,922 as a result of increased taxable assessments.
- Investment earnings increased \$105,072 as a result of increased interest rates.
- Public safety expenses increased \$1,087,060 (5.6%) primarily as a result of increased personnel and operating costs.
- General government expenses increased \$3,514,507 (40.7%) primarily due to increased personnel and operating costs.

### Business-Type Activities:

Business-type activities increased the City's net assets by \$15,756,477, accounting for 84.9% of the total growth in the City's net assets. Key factors of this increase are as follows:

- Charges for services increased \$2,131,160 (7.1%) as a result of water and sewer rate increase.
- Capital grants increased \$12,330,608 as a result of increased capital contributions from wholesale customers relating to the water plant expansion and rehabilitation project.
- Investment earnings decreased \$475,770 as a result of less cash invested.
- Total expenses for sewer increased \$1,042,040 (7.5%) as a result of additional interest on bonds issued for the sewer expansion and rehabilitation project and an increase in depreciation related to new plant facilities along with an overall increase in plant operation costs.
- Total expenses for water increased \$3,232,408 (19.4%) as a result of additional interest on bonds issued for the water expansion and rehabilitation project and an increase in overall plant operation costs.

### Financial Analysis of the City's Funds

As the City completed the year, its governmental funds reported combined fund balances of \$21,687,658. Of this total amount, \$21,041,533 (97%) was unreserved fund balance, which is available for

appropriations for the general purpose of the funds. The remainder of the fund balance is reserved and is not available for new spending because it has already been dedicated for various commitments.

The City has seven major governmental funds; the General, Major Street, Local Street, Parks and Recreation and Community Development Block Grant, Capital Improvement and Capital Projects Revolving funds.

#### General Fund:

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unreserved fund balance was \$8,149,922 and reserved fund balance was \$372,278. Total fund balance increased by \$865,488 during the fiscal year, an amount higher than anticipated, primarily as the result of lower than budgeted expenditures throughout the general fund, including public safety, general government services and unspent contingency.

The differences between the original budget and the final amended budget for revenue and expenditures were relatively minor. However, the differences between final amended budget and the actual amounts were more significant. Revenues received were 1.5% less than budgeted (\$401,008) whereas expenditures were 6.4% less than budgeted (\$2,064,564). The greater reduction in expenditures is attributable to the conservative nature of City budgeting practices, including fully funding all positions. Consequently, during the current fiscal year, the General Fund continued to maintain a fund balance of over 28% of annual expenditures. For fiscal year 2008-2009, the City adopted a balanced budget which will result in the fund balance remaining at approximately 27.8% of 2008-2009 expenditures.

#### Major Street Fund and Local Street Fund:

The Major and Local Street funds account for money received from the State under Act 51. These funds are used for street maintenance and traffic services. The fund balances decreased by \$474,060 and \$358,138, respectively, leaving the fund balances at 19.1% and 56.1% of expenditures. For fiscal year 2008-2009, the City adopted a budget which will result in fund balances being increased \$12,870 and decreased \$324,720, respectively, which will result in fund balances of 19.2% and 46.9% of 2008-2009 expenditures.

#### Parks and Recreation Fund:

Funding for parks and recreation activities is primarily received from a dedicated millage. Other major sources include grants and user fees. After expenditures related to maintaining and expanding development of over 665 acres of developed park land and recreation programs, the fund balance increased \$75,449 leaving the fund balance at 18.5% of expenditures. In anticipation of future capital projects, for fiscal year 2008-2009 the City adopted a budget resulting in fund balance increasing \$26,910 which will result in a fund balance of 21.6% of 2008-2009 expenditures.

#### Community Development Block Grant Fund:

Funding for this fund is primarily through a Federal grant and is used for community development in designated areas of the City. Grant expenditures for the year equal grant revenue.

#### Capital Improvement Fund:

The City funds capital improvement through a dedicated millage. While this fund can be used to fund street, water and sewer projects, in recent years only street projects, related administrative costs and debt service related to street projects has been paid for through this fund. During the current year, over \$3 million was spent on street projects and administration and over \$1.3 million was transferred out to the debt service funds.

### Capital Projects Revolving Fund:

The capital projects revolving fund is used to account for the collection of special assessments from City residents related to infrastructure improvements. The revenue collected is used to pay for a portion of certain special assessment construction projects as they occur or to pay for bonds issued whose proceeds were used to finance special assessment projects. During the current year, over \$1.3 million was transferred to the debt service funds.

### Nonmajor Funds:

The City maintains various nonmajor special revenue and debt service funds whose fund balances collectively decreased \$585,592 this fiscal year resulting in a collective fund balance of 25% of 2007-2008 expenditures.

### Proprietary Funds:

The City's proprietary funds provide the same type of information found in the government-wide financial statements. Unrestricted net assets of the Water Fund and Sewer Fund at the end of the year amounted to \$42,836,685. The total growth in net assets for enterprise funds was \$15,519,209. The major factors concerning the finances of these two funds have already been addressed in the discussion of the City's business-type activities.

#### **Capital Assets and Debt Administration**

#### Capital Assets:

The City investment in capital assets for its governmental and business-type activities as of June 30, 2008 amounts to approximately \$328,623,000, net of accumulated depreciation. This investment includes a broad range of capital assets, which are detailed in the table below. The total increase in the City's net investment in capital assets for the current fiscal year was approximately \$33,073,000 (a 2.4% decrease for governmental activities and a 21.2% increase for business-type activities).

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### Net Capital Assets at Year End (in thousands)

		ntal Activities nd GFA)	•	/pe Activities nd Sewer)	Primary	Government		
	2008	2007	2008	2007	2008	2007		
Capital assets not depreciated:								
Land	\$ 4,306	\$ 4,307	\$ 2,337	\$ 1,867	\$ 6,643	\$ 6,174		
Rights of way	16,104	15,455	-	-	16,104	15,455		
Construction in process	5,113	6,570	43,117	47,446	48,230	54,016		
Capital assets being depreciated:								
Infrastructure	67,911	67,956	-	-	67,911	67,956		
Buildings	22,622	24,025	44,029	14,424	66,651	38,449		
Improvements other than buildings	1,836	1,959	103,283	99,946	105,119	101,905		
Equipment	1,898	1,985	13,147	6,188	15,045	8,173		
Vehicles	2,916	3,416	3	5	2,919	3,421		
Net capital assets	\$ 122,706	<u>\$ 125,673</u>	\$ 205,916	<u>\$ 169,876</u>	\$ 328,622	\$ 295,549		

This year's major capital events included the following:

- Construction commenced on the expansion and rehabilitation of the Wyoming Water Treatment Plant on Lake Michigan resulting in construction in progress on the project increasing to \$42,262,200.
   Various other projects are in process resulting in total construction in process for the Water Fund as of June 30, 2008 of \$42,863,665.
- Construction relating to the rehabilitation and expansion of the Wyoming Sewer Treatment Plant was started during the prior fiscal year resulting in construction in process on the project increasing to \$39,735,613, all of which was placed in service during the year. Various other projects are in process resulting in construction in process as of June 30, 2008 of \$252,943.
- City streets, street lighting, water and sewer additions and improvements of \$2,976,580 were capitalized during the fiscal year and \$4,875,299 were included in construction in progress.

Additional information regarding the City's capital assets can be located in Note F of the notes to basic financial statements and in the other supplementary information.

#### Long-Term Debt:

At the end of the fiscal year, the City had total long-term bonds and notes outstanding of approximately \$134,570,000. Of this amount, \$30,813,133 comprises debt backed by the full faith and credit of the City whereas \$5,706,867 comprises debt backed by the limited full faith and credit of the City. Another \$98,050,000 represents bonds secured solely by specific revenue sources (i.e., revenue bonds).

#### **Outstanding Debt at Year End**

	Governmental Activities	Business-Type Activities	Total Primary Government		
General obligation bonds					
(backed by the City)	\$ 30,813,155	\$ 496,867	\$ 31,310,022		
Revenue bonds					
(backed by specific fee revenue)	-	98,050,000	98,050,000		
Contracts with other municipality					
(backed by the City)	<u> </u>	5,210,000	5,210,000		
Total	\$ 30,813,155	\$ 103,756,867	\$ 134,570,022		

During fiscal year 2007-2008, the City issued Library refunding bonds totaling \$2,985,000 to retire existing bonds.

The City maintains a "AA" rating from Standard & Poor's and "Aaa" from Moody's for its transportation general obligation debt. The special assessment general obligation debt carries rating of "A+" and "A3" from Standard & Poor's and Moody's, respectively. The revenue bonds for the Wyoming Water Supply and Sewer Disposal Systems have an "A" from Standard & Poor's and "Aaa" from Moody's.

State statutes limit the amount of general obligation debt the City can issue to 10% of its total state equalized assessed value of property. The City's total general obligation debt of \$31,310,022 is significantly lower than the current state-imposed limit of \$254,211,310.

Other long-term obligations totaling \$6,297,536 represent accrued compensated absences and workers' compensation claims. Additional information is presented in Note G to the basic financial statements.

### **Economic Condition and Outlook**

The downturn in the U.S. economy that began in the first quarter of 2001 had a similar impact on the State of Michigan (the State) and the local economy. Michigan's economy continues to remain in the lower quartile of the nation; however, the western side of the State where the City is located has been less severely affected. The City's tax revenues, comprising 38% of total general fund revenues, are primarily derived from property taxes. Revenue sharing we receive from the State is derived from sales taxes and comprises 23.4% of total general fund revenues. The State has basically frozen the level of revenue shared with municipalities resulting in no increase in state shared revenue to the City. During fiscal year 2008, the City limited budget increases to the dollar amount of estimated revenue that was anticipated. Also, steps have been taken to control the future increases in health and pension costs. The forecasted effects of these changes were considered in preparing the City's budget for fiscal year 2008-2009.

During the current fiscal year, unreserved fund balance in the General Fund increased to \$8,149,922 (an increase of \$1,040,290). While revenues during fiscal year 2008-2009 are anticipated to increase nearly 3.6%, budgeted expenditures for the General Fund are expected to rise nearly 2% to approximately \$30,652,000 from actual 2008 expenditures. The largest increments are increases in wages and health insurance costs. The City adopted a balanced budget on May 21, 2008 which was later modified to include various encumbered expenditures totaling \$342,800. With these encumbrances included in the budgeted expenditures, the unreserved fund balance is still in excess of 27.5% of budgeted General Fund expenditures. During the past several years concerns regarding future revenue growth as a result of continued State fiscal conditions and limited property tax revenue growth as a result of voter approved

limitations during the 1980s and 1990s, along with continued expenditure growth, have been catalysts for the City to examine services offered. Future expenditure growth will be limited to available revenue, thus requiring reduced level of services.

### **Contacting the City's Financial Management**

This financial report is designed to provide a general overview of the City's finances for its citizens, customers, investors, and creditors and to demonstrate the City's accountability for the money it receives. Questions regarding any information provided in this report or requests for additional financial information should be addressed to the following:

Finance Director City of Wyoming 1155 28<sup>th</sup> Street SW P.O. Box 905 Wyoming, MI 49509-0905

### **Government-Wide Financial Statements**

### CITY OF WYOMING, MICHIGAN STATEMENT OF NET ASSETS June 30, 2008

Component   Comp			Primary Government		Totals	
Cash and cash equivalents (Note D)			Business-Type	Tatal	•	
(Note D) \$ 4,375,380 \$ 2,901,267 \$ 7,276,647 \$ 1,354,366 \$ 8,631,013		Activities	Activities	lotai	Units	Entity
Note   D	<u>Assets</u>					
Investments (Note D)   32,049,164   24,453,207   56,502,371   56,502,371   Facecivables (net of allowances for uncollectibles):	•					
Receivables (net of allowances for uncollectibles):   Accounts	` '	* //			\$ 1,354,366	
For uncollecitibles :	,	32,049,164	24,453,207	56,502,371	-	56,502,371
Accrued interest 191,716 144,263 335,979 - 333,979 Taxes 162,341 - 162,341 - 162,341 - 162,341 Special assessments 5,526,144 - 5,526,144 - 5,526,144 Internal balances (1,834,243) 1,834,243 Due from component units (Note E) 154,620 - 154,620 - 154,620 Due from other governmental units 2,872,352 2,506,912 5,379,264 - 5,379,264 Loans 1,795,434 - 1,795,434 - 1,795,434 - 1,795,434 Inventories 201,550 210,695 412,245 95 412,340 Prepaid items 245,628 - 245,628 15,239 260,867 Peposits in other funds (785,441) 785,441 15,319,811 15,319,811 1 1 15,319,811 1 15,319,811 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1						
Accrued interest 191,716 144,263 335,979 - 335,979 Taxes 162,341 - 162,341 - 162,341 Special assessments 5,526,144 - 5,526,144 - 5,526,144 Internal balances (1,834,243) 1,834,243 Due from component units (Note E) 154,620 - 154,620 - 154,620 Due from other governmental units 2,872,352 2,506,912 5,379,264 - 5,379,264 Loans 1,795,434 - 1,795,434 - 1,795,434 Inventories 201,550 210,695 412,245 95 412,340 Prepaid items 245,628 - 245,628 15,239 260,867 Deposits in other funds (785,441) 785,441 - 2 - 2 Example 1,795,434 - 1,795,434 - 1,795,434 - 1,795,434 Deposits in other funds (785,441) 785,441 - 2 - 2 Example 1,795,434 - 1,795,434 - 1,795,434 - 1,795,434 Exetriced assets:  Cash and cash equivalents (Note D) - 364,200 364,200 623,666 987,866 Investments (Note D) - 15,319,811 15,319,811 - 15,319,811 Accrued interest receivable - 35,265 35,265 - 35,265 Investments held for bond redemption (Note D) - 13,675 13,675 - 13,675 Replacement reserve 3,655,619 7,342,951 10,998,570 - 10,998,570 Capital assets (Note F): Capital assets (Note F): Capital assets being depreciated 25,522,657 45,453,790 70,976,447 652,688 71,629,135 Capital assets being depreciated (78,347,664) (92,515,965) (170,863,629) (4,928,667) (175,792,296) Other assets  Accounts payable 2,873,306 5,739,295 8,612,601 263,267 8,875,868 Accrued liabilities 906,021 403,320 1,309,341 - 1,309,341 Due to other governmental units 328,055 - 326,055 261,224 588,279 Deposits 94,257 2,919,662 3,013,399 62,034 3,075,973 Uncarned revenue 78,001 - 78,001 1,842 79,843 Bond premiums 886,474 - 886,474 - 886,474 Noncurrent liabilities (Note G):	,	040 404	0.005.405	4.040.000	40.400	4 000 754
Taxes 162,341 - 162,341 - 162,341 Special assessments 5,526,144 - 5,526,144 - 5,526,144 Internal balances (1,834,243) 1,834,243 1,834,24					48,128	
Special assessments Internal balances         5,526,144 (1,834,243)         1,834,243         -         5,526,144 (1,834,243)         -         5,526,144 (1,834,243)         -         5,526,144 (1,834,243)         -         -         5,526,144 (1,834,243)         - <t< td=""><td></td><td>·</td><td>144,203</td><td>•</td><td>-</td><td>•</td></t<>		·	144,203	•	-	•
Internal balances   1,834,243   1,834,243   -   -   -   -   -   -   -   -   -		•	-	·	-	,
Due from component units (Note E)	•		1 834 243	5,520,144		3,320,144
Note E   154,620   - 154,620   - 154,620   - 154,620   Due from other governmental units   2,872,352   2,506,912   5,379,264   - 5,379,264   Loans   1,795,434   - 1,795,434   - 1,795,434   Inventories   201,550   210,695   412,245   95   412,340   Prepaid items   245,628   - 245,628   15,239   260,867   Prepaid items   245,628   - 245,628   Prepaid items   245,628   Prepaid		(1,004,240)	1,004,240			
Due from other governmental units         2,872,352         2,506,912         5,379,264         -         5,379,264           Loans         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         245,628         15,239         260,867         260,867         260,867         12,349         260,867         260,867         260,867         260,867         260,867         260,867         260,867         260,867         260,866         18	· · · · · · · · · · · · · · · · · · ·	154.620	_	154.620	-	154.620
units         2,872,352         2,506,912         5,379,264         -         5,379,264           Loans         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         1,795,434         -         -         2,208,667         2,208,667         2,209,667         2,209,667         2,209,667         2,209,667         2,209,667         2,209,667         2,209,667         2,209,667         2,209,667         2,209,78,66         2,209,78,66         1,209,78,78         2,209,78,66         1,209,78,78         2,209,78,78         2,209,78,78         2,209,78,78         2,209,78,78         2,209,78,78         2,209,78,78         2,209,79,79         2,209,79,79         2,209,79,79         2,209,79,79         2,209,79,79         2,209,79,79         2,209,79,79         2,209,79,79         2,209,79,79         2,209,79,79         2,209,79,79         2,209,79,79         2,209,79,79         2,209,79,79         2,209,79	,	.0.,020		.0.,020		,
Loans	_	2.872.352	2.506.912	5.379.264	-	5.379.264
Inventories   201,550   210,695   412,245   95   412,340     Prepaid items   245,628   - 245,628   15,239   260,867     Deposits in other funds   (785,441)   785,441	Loans		-		-	
Deposits in other funds   (785,441)   785,441	Inventories		210,695		95	
Restricted assets:	Prepaid items	245,628	-	245,628	15,239	260,867
Cash and cash equivalents (Note D)         -         364,200         364,200         623,666         987,866           Investments (Note D)         -         15,319,811         15,319,811         -         15,319,811           Accrued interest receivable Investments held for bond redemption (Note D)         -         35,265         35,265         -         35,265           Replacement reserve Capital assets (Note F):         -         13,675         10,998,570         -         10,998,570           Capital assets not being depreciated Capital assets being depreciated Capital assets being depreciated Dess accumulated depreciation Cher assets         25,522,657         45,453,790         70,976,447         652,688         71,629,135           Capital assets being depreciated Capital assets being depreciated Capital assets being depreciated Capital assets being depreciated Accountly depreciated Capital assets         175,531,352         252,978,365         428,509,717         8,318,743         436,828,460           Less accumulated depreciation Cher assets         172,404,415         268,315,605         (170,863,629)         (4,928,667)         (175,792,296)           Other assets         172,404,415         268,315,609         440,720,024         6,084,258         446,804,282           Accounts payable Accounts payable Accounts payable Accounts payable Accounts payable Accounts payable Accounts payable Accounts payable Accounts payab	Deposits in other funds	(785,441)	785,441	-	-	-
Note D   - 364,200   364,200   623,666   987,866   Investments (Note D)   - 15,319,811   15,319,811   - 15,319,811   Accrued interest receivable   - 35,265   35,265   - 35,265   Investments held for bond   redemption (Note D)   - 13,675   13,675   - 13,675   Replacement reserve   3,655,619   7,342,951   10,998,570   - 10,998,570   Capital assets (Note F):   Capital assets (Note F):   Capital assets not being depreciated   25,522,657   45,453,790   70,976,447   652,688   71,629,135   Capital assets being depreciated   175,531,352   252,978,365   428,509,717   8,318,743   436,828,460   Less accumulated depreciation   (78,347,664)   (92,515,965)   (170,863,629)   (4,928,667)   (175,792,296)   Other assets   172,404,415   268,315,609   440,720,024   6,084,258   446,804,282   Capital assets being depreciated   2,873,306   5,739,295   8,612,601   263,267   8,875,868   Accrued liabilities   906,021   403,320   1,309,341   - 1,309,341   Due to other governmental units   328,055   - 328,055   261,224   589,279   Deposits   94,257   2,919,682   3,013,939   62,034   3,075,973   Bond premiums   886,474   - 886,474   - 886,474   Noncurrent liabilities (Note G):	Restricted assets:					
Investments (Note D)	Cash and cash equivalents					
Accrued interest receivable 1 35,265 35,265 - 35,265 Investments held for bond redemption (Note D) - 13,675 13,675 - 13,675 Peplacement reserve 3,655,619 7,342,951 10,998,570 - 10,998,570 Capital assets (Note F):  Capital assets being depreciated 25,522,657 45,453,790 70,976,447 652,688 71,629,135 Capital assets being depreciated 175,531,352 252,978,365 428,509,717 8,318,743 436,828,460 Less accumulated depreciation (78,347,664) (92,515,965) (170,863,629) (4,928,667) (175,792,296) Other assets 844,675 2,681,994 3,526,669 - 3,526,669  Total assets 172,404,415 268,315,609 440,720,024 6,084,258 446,804,282 Liabilities  Accounts payable 2,873,306 5,739,295 8,612,601 263,267 8,875,868 Accrued liabilities 906,021 403,320 1,309,341 - 1,309,341 Due to other governmental units 328,055 - 328,055 261,224 589,279 Deposits 94,257 2,919,682 3,013,939 62,034 3,075,973 Uncarned revenue 78,001 - 78,001 1,842 79,843 Bond premiums 886,474 - 886,474 - 886,474 Noncurrent liabilities (Note G):	(Note D)	-	364,200	364,200	623,666	987,866
Investments held for bond redemption (Note D)	,	-	15,319,811	15,319,811	-	15,319,811
redemption (Note D)         -         13,675         13,675         -         13,675           Replacement reserve         3,655,619         7,342,951         10,998,570         -         10,998,570           Capital assets (Note F):         Capital assets not being depreciated         25,522,657         45,453,790         70,976,447         652,688         71,629,135           Capital assets being depreciated         175,531,352         252,978,365         428,509,717         8,318,743         436,828,460           Less accumulated depreciation         (78,347,664)         (92,515,965)         (170,863,629)         (4,928,667)         (175,792,296)           Other assets         172,404,415         268,315,609         440,720,024         6,084,258         446,804,282           Liabilities           Accounts payable         2,873,306         5,739,295         8,612,601         263,267         8,875,868           Accrued liabilities         906,021         403,320         1,309,341         -         1,309,341           Due to other governmental units         328,055         -         328,055         261,224         589,279           Deposits         94,257         2,919,682         3,013,939         62,034         3,075,973           U		-	35,265	35,265	-	35,265
Replacement reserve         3,655,619         7,342,951         10,998,570         -         10,998,570           Capital assets (Note F):         Capital assets not being depreciated         25,522,657         45,453,790         70,976,447         652,688         71,629,135           Capital assets being depreciated         175,531,352         252,978,365         428,509,717         8,318,743         436,828,460           Less accumulated depreciation         (78,347,664)         (92,515,965)         (170,863,629)         (4,928,667)         (175,792,296)           Other assets         844,675         2,681,994         3,526,669         -         3,526,669           Total assets         172,404,415         268,315,609         440,720,024         6,084,258         446,804,282           Liabilities           Accounts payable         2,873,306         5,739,295         8,612,601         263,267         8,875,868           Accrued liabilities         906,021         403,320         1,309,341         -         1,309,341           Due to other governmental units         328,055         -         328,055         261,224         589,279           Deposits         94,257         2,919,682         3,013,939         62,034         3,075,973						
Capital assets (Note F):         Capital assets not being depreciated         25,522,657         45,453,790         70,976,447         652,688         71,629,135           Capital assets being depreciated         175,531,352         252,978,365         428,509,717         8,318,743         436,828,460           Less accumulated depreciation         (78,347,664)         (92,515,965)         (170,863,629)         (4,928,667)         (175,792,296)           Other assets         844,675         2,681,994         3,526,669         -         3,526,669           Total assets         172,404,415         268,315,609         440,720,024         6,084,258         446,804,282           Liabilities           Accounts payable         2,873,306         5,739,295         8,612,601         263,267         8,875,868           Accrued liabilities         906,021         403,320         1,309,341         -         1,309,341           Due to other governmental units         328,055         -         328,055         261,224         589,279           Deposits         94,257         2,919,682         3,013,939         62,034         3,075,973           Unearned revenue         78,001         -         78,001         1,842         79,843           Bond premiu		-	•	· ·	-	•
Capital assets not being depreciated         25,522,657         45,453,790         70,976,447         652,688         71,629,135           Capital assets being depreciated         175,531,352         252,978,365         428,509,717         8,318,743         436,828,460           Less accumulated depreciation         (78,347,664)         (92,515,965)         (170,863,629)         (4,928,667)         (175,792,296)           Other assets         844,675         2,681,994         3,526,669         -         3,526,669           Total assets         172,404,415         268,315,609         440,720,024         6,084,258         446,804,282           Liabilities           Accounts payable         2,873,306         5,739,295         8,612,601         263,267         8,875,868           Accrued liabilities         906,021         403,320         1,309,341         -         1,309,341           Due to other governmental units         328,055         -         328,055         261,224         589,279           Deposits         94,257         2,919,682         3,013,939         62,034         3,075,973           Unearned revenue         78,001         -         78,001         1,842         79,843           Bond premiums         886,474         <		3,655,619	7,342,951	10,998,570	-	10,998,570
Capital assets being depreciated Less accumulated depreciation         175,531,352         252,978,365         428,509,717         8,318,743         436,828,460           Less accumulated depreciation Other assets         (78,347,664)         (92,515,965)         (170,863,629)         (4,928,667)         (175,792,296)           Other assets         844,675         2,681,994         3,526,669         -         3,526,669           Total assets         172,404,415         268,315,609         440,720,024         6,084,258         446,804,282           Liabilities           Accounts payable         2,873,306         5,739,295         8,612,601         263,267         8,875,868           Accrued liabilities         906,021         403,320         1,309,341         -         1,309,341           Due to other governmental units         328,055         -         328,055         261,224         589,279           Deposits         94,257         2,919,682         3,013,939         62,034         3,075,973           Unearned revenue         78,001         -         78,001         1,842         79,843           Bond premiums         886,474         -         886,474         -         886,474           Noncurrent liabilities (Note G):						
Less accumulated depreciation Other assets         (78,347,664)         (92,515,965)         (170,863,629)         (4,928,667)         (175,792,296)           Other assets         844,675         2,681,994         3,526,669         -         3,526,669           Total assets         172,404,415         268,315,609         440,720,024         6,084,258         446,804,282           Liabilities           Accounts payable         2,873,306         5,739,295         8,612,601         263,267         8,875,868           Accrued liabilities         906,021         403,320         1,309,341         -         1,309,341           Due to other governmental units         328,055         -         328,055         261,224         589,279           Deposits         94,257         2,919,682         3,013,939         62,034         3,075,973           Unearned revenue         78,001         -         78,001         1,842         79,843           Bond premiums         886,474         -         886,474         -         886,474         -         886,474           Noncurrent liabilities (Note G):					•	
Other assets         844,675         2,681,994         3,526,669         -         3,526,669           Total assets         172,404,415         268,315,609         440,720,024         6,084,258         446,804,282           Liabilities           Accounts payable         2,873,306         5,739,295         8,612,601         263,267         8,875,868           Accrued liabilities         906,021         403,320         1,309,341         -         1,309,341           Due to other governmental units         328,055         -         328,055         261,224         589,279           Deposits         94,257         2,919,682         3,013,939         62,034         3,075,973           Unearned revenue         78,001         -         78,001         1,842         79,843           Bond premiums         886,474         -         886,474         -         886,474           Noncurrent liabilities (Note G):						
Total assets 172,404,415 268,315,609 440,720,024 6,084,258 446,804,282  Liabilities  Accounts payable 2,873,306 5,739,295 8,612,601 263,267 8,875,868 Accrued liabilities 906,021 403,320 1,309,341 - 1,309,341 Due to other governmental units 328,055 - 328,055 261,224 589,279 Deposits 94,257 2,919,682 3,013,939 62,034 3,075,973 Unearned revenue 78,001 - 78,001 1,842 79,843 Bond premiums 886,474 - 886,474 Noncurrent liabilities (Note G):	•	, , ,	, , ,	, , ,	(4,928,667)	, , ,
Liabilities         Accounts payable       2,873,306       5,739,295       8,612,601       263,267       8,875,868         Accrued liabilities       906,021       403,320       1,309,341       -       1,309,341         Due to other governmental units       328,055       -       328,055       261,224       589,279         Deposits       94,257       2,919,682       3,013,939       62,034       3,075,973         Unearned revenue       78,001       -       78,001       1,842       79,843         Bond premiums       886,474       -       886,474       -       886,474         Noncurrent liabilities (Note G):       886,474       -       886,474       -       886,474	Other assets	844,675	2,681,994	3,526,669		3,526,669
Accounts payable 2,873,306 5,739,295 8,612,601 263,267 8,875,868 Accrued liabilities 906,021 403,320 1,309,341 - 1,309,341 Due to other governmental units 328,055 - 328,055 261,224 589,279 Deposits 94,257 2,919,682 3,013,939 62,034 3,075,973 Unearned revenue 78,001 - 78,001 1,842 79,843 Bond premiums 886,474 - 886,474 Noncurrent liabilities (Note G):	Total assets	172,404,415	268,315,609	440,720,024	6,084,258	446,804,282
Accrued liabilities         906,021         403,320         1,309,341         -         1,309,341           Due to other governmental units         328,055         -         328,055         261,224         589,279           Deposits         94,257         2,919,682         3,013,939         62,034         3,075,973           Unearned revenue         78,001         -         78,001         1,842         79,843           Bond premiums         886,474         -         886,474         -         886,474           Noncurrent liabilities (Note G):         -         -         886,474         -         -         886,474	<u>Liabilities</u>					
Due to other governmental units         328,055         -         328,055         261,224         589,279           Deposits         94,257         2,919,682         3,013,939         62,034         3,075,973           Unearned revenue         78,001         -         78,001         1,842         79,843           Bond premiums         886,474         -         886,474         -         886,474           Noncurrent liabilities (Note G):         -	Accounts payable	2,873,306	5,739,295	8,612,601	263,267	8,875,868
Deposits         94,257         2,919,682         3,013,939         62,034         3,075,973           Unearned revenue         78,001         -         78,001         1,842         79,843           Bond premiums         886,474         -         886,474         -         886,474           Noncurrent liabilities (Note G):         886,474         -         886,474         -         886,474	Accrued liabilities	906,021	403,320	1,309,341	-	1,309,341
Unearned revenue         78,001         -         78,001         1,842         79,843           Bond premiums         886,474         -         886,474         -         886,474           Noncurrent liabilities (Note G):         -         886,474         -         886,474			-		261,224	589,279
Bond premiums         886,474         -         886,474         -         886,474           Noncurrent liabilities (Note G):         -         886,474         -         -         886,474	Deposits	94,257	2,919,682	3,013,939	62,034	3,075,973
Noncurrent liabilities (Note G):			-		1,842	
,	•	886,474	-	886,474	-	886,474
	,		_			
Due within one year 4,452,657 3,878,002 8,330,659 47,800 8,378,459	•				·	
Due in more than one year 31,545,216 100,991,683 132,536,899 149,764 132,686,663	Due in more than one year	31,545,216	100,991,683	132,536,899	149,764	132,686,663
Total liabilities         41,163,987         113,931,982         155,095,969         785,931         155,881,900	Total liabilities	41,163,987	113,931,982	155,095,969	785,931	155,881,900

			Prima		Totals		
	G	Governmental Activities		usiness-Type Activities	Total	Component Units	Reporting Entity
<u>Net Assets</u>							
Invested in capital assets,							
net of related debt	\$	91,893,190	\$	102,377,466	\$ 194,270,656	\$ 4,042,764	\$ 198,313,420
Restricted for:							
Debt service		-		7,235,233	7,235,233	-	7,235,233
Public safety		110,865		-	110,865	-	110,865
Public works		11,080,458		-	11,080,458	-	11,080,458
Recreation and culture		1,886,032		-	1,886,032	-	1,886,032
Water contracts		-		100,000	100,000	-	100,000
Unrestricted		26,269,883		44,670,928	70,940,811	1,255,563	72,196,374
Total net assets	\$	131,240,428	\$	154,383,627	\$ 285,624,055	\$ 5,298,327	\$ 290,922,382

See accompanying notes to basic financial statements.

### CITY OF WYOMING, MICHIGAN STATEMENT OF ACTIVITIES

Year Ended June 30, 2008

					Prog	ram Revenues		
					(	Operating	Ca	apital Grants
F		_		Charges for	Grants and		and	
Functions/Programs:		Expenses	_	Services		ontributions		ontributions
Primary Government:								
Governmental activities:								
Legislative	\$	142,406	\$	-	\$	-	\$	-
Judicial		1,802,877		1,700,483		105,610		-
General government		8,632,127		5,724,249		62,140		-
Public safety		20,425,533		1,041,493		988,017		6,812
Public works		10,167,277		1,387,734		4,562,885		568,895
Health and welfare		829,013		156,580		1,189,558		-
Recreation and culture		4,431,652		248,792		46,162		3,500
Interest and fiscal agent fees		1,744,452		-				
Total governmental activities		48,175,337		10,259,331		6,954,372		579,207
Business-type activities:								
Water		19,877,078		18,894,080		-		15,278,433
Sewer		14,983,504		13,314,570				97,848
Total business-type activities		34,860,582		32,208,650				15,376,281
Total primary government	\$	83,035,919	\$	42,467,981	\$	6,954,372	\$	15,955,488
Component Units:								
Wyoming Housing Commission	\$	8,738,355	\$	438,007	\$	7,803,583	\$	66,032
62A District Court		3,043,886		3,043,886		-		-
Wyoming Downtown Development Authority		152,078		-		-		-
<b>Economic Development Corporation</b>		236		-		-		-
Brownfield Redevelopment Authority		2,313		-		-		-
Greater Wyoming Community Resource Alliance		-		-		-		375
Total component units	\$	11,936,868	\$	3,481,893	\$	7,803,583	\$	66,407

### General revenues:

Taxes:

Property taxes levied for general purposes

Property taxes levied for debt service

Industrial/commercial facilities

Other taxes and charges

Grants not restricted to specific programs

Investment earnings

Miscellaneous revenues

Total general revenues

Change in net assets

Net assets, beginning of year

Net assets, end of year

Activities         Activities         Total         Units         Entity           \$ (142,406)         \$ -         \$ (142,406)         \$ -         \$ (142,406)         \$ -         \$ (142,446)         \$ -         \$ (142,446)         \$ -         \$ (142,446)         \$ -         \$ (142,446)         \$ -         \$ (142,446)         \$ -         \$ (142,446)         \$ -         \$ (142,446)         \$ -         \$ (142,446)         \$ -         \$ (142,446)         \$ -         \$ (142,446)         \$ -         \$ (2,845,738)         -         \$ (2,845,738)         -         \$ (2,845,738)         -         \$ (2,845,738)         -         \$ (2,845,738)         -         \$ (2,845,738)         -         \$ (2,845,738)         -         \$ (2,845,738)         -         \$ (3,647,763)         -         \$ (3,647,763)         -         \$ (3,647,763)         -         \$ (3,647,763)         -         \$ (3,647,763)         -         \$ (3,647,763)         -         \$ (3,647,763)         -         \$ (3,647,763)         -         \$ (3,647,763)         -         \$ (3,647,763)         -         \$ (41,33,198)         -         \$ (41,33,198)         -         \$ (41,33,198)         -         \$ (1,744,452)         -         \$ (1,744,452)         -         \$ (1,744,452)         -         \$ (1,744,452)         <		(Expense) Revenue and Changes in Net As Primary Government			
3,216       -       3,216       -       3,2         (2,845,738)       -       (2,845,738)       -       (2,845,738)         (18,389,211)       -       (18,647,763)       -       (36,47,763)       -       (36,47,763)       -       (36,47,763)       -       (4,133,198)       -       (4,133,198)       -       (4,133,198)       -       (4,133,198)       -       (1,744,452)       -       (1,744,452)       -       (1,744,452)       -       (1,744,452)       -       (1,744,452)       -       (1,744,452)       -       -       (1,257,10)       -       -       -       -       -       -       -       -       -       -       -       -       - </th <th></th> <th></th> <th>Total</th> <th></th> <th>Reporting</th>			Total		Reporting
- 14,295,435	3,216 (2,845,738) (18,389,211) (3,647,763) 517,125 (4,133,198) (1,744,452)	\$	3,216 (2,845,738) (18,389,211) (3,647,763) 517,125 (4,133,198) (1,744,452)	- - - - - -	3,216 (2,845,738 (18,389,211 (3,647,763 517,125 (4,133,198 (1,744,452
(152,078) (152,078) (236) (22 (2,313) (2,3 (584,985) (584,985) (584,985) (584,985)  22,792,471 - 22,792,471 364,775 23,157,24 638,015 - 638,015 - 638,015 789,955 - 789,955 - 789,955 3,712 - 3,712 - 3,712 6,126,491 - 6,126,491 - 6,126,49 2,837,092 3,032,128 5,869,220 40,678 5,909,88 59,725 59,73 33,187,736 3,032,128 36,219,864 465,178 36,685,04 2,805,309 15,756,477 18,561,786 (119,807) 18,441,93	- (30,382,427)	(1,571,086) 12,724,349	(1,571,086) 12,724,349	- - - - -	14,295,435 (1,571,086 12,724,345 (17,658,078
22,792,471       -       22,792,471       364,775       23,157,20         638,015       -       638,015       -       638,00         789,955       -       789,955       -       789,95         3,712       -       3,712       -       3,7         6,126,491       -       6,126,491       -       6,126,49         2,837,092       3,032,128       5,869,220       40,678       5,909,80         -       -       -       59,725       59,72         33,187,736       3,032,128       36,219,864       465,178       36,685,00         2,805,309       15,756,477       18,561,786       (119,807)       18,441,90	- - - - -	- - - - -	- - - - -	(152,078) (236) (2,313) 375	(430,733 - (152,078 (236 (2,313 379
33,187,736     3,032,128     36,219,864     465,178     36,685,0       2,805,309     15,756,477     18,561,786     (119,807)     18,441,9	638,015 789,955 3,712 6,126,491	- - - - - 3,032,128	638,015 789,955 3,712 6,126,491	364,775 - - - - - 40,678	23,157,24 638,01: 789,95: 3,71: 6,126,49 5,909,89:
	2,805,309	15,756,477	18,561,786	465,178 (119,807)	36,685,04 18,441,97 272,480,40

See accompanying notes to basic financial statements.

### **Fund Financial Statements**

### CITY OF WYOMING, MICHIGAN BALANCE SHEET

### **GOVERNMENTAL FUNDS**

June 30, 2008

	General	Major Street	Local Street	Parks and Recreation
<u>Assets</u>				
Cash and cash equivalents (Note D)	\$ 894,117	\$ 17,705	\$ 111,819	\$ 106,865
Investments (Note D)	7,043,275	146,540	925,536	884,529
Receivables (net of allowances for uncollectibles):				
Accounts	7,892	-	-	-
Accrued interest	42,131	877	5,536	5,291
Taxes	162,341	-	-	-
Special assessments	-	-	-	-
Due from component units (Note E)	154,620	-	-	-
Due from other funds	16,483	-	-	-
Due from other governmental units	1,942,841	568,148	175,674	101,059
Loans	-	-	-	-
Prepaids	21,278	-	-	2,000
Inventories		91,610	30,537	
Total assets	\$ 10,284,978	\$ 824,880	\$ 1,249,102	\$ 1,099,744
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 724,965	\$ 123,880	\$ 49,522	\$ 253,858
Accrued liabilities	600,990	-	-	-
Due to other funds	-	-	-	-
Due to other governmental units	328,055	-	-	-
Deposits	58,462	-	-	1,635
Deferred revenue	50,306			27,695
Total liabilities	1,762,778	123,880	49,522	283,188
Fund balances:				
Reserved for:				
Encumbrances	351,000	33,230	4,820	106,140
Inventory, prepaid items and loans	21,278	91,610	30,537	2,000
Unreserved:				
Designated for debt service, reported in:				
Debt Service Funds	-	-	-	-
Designated for departmental cash, reported in:				
General Fund	21,858	-	-	-
Designated for subsequent fiscal year, reported in:				
Special Revenue Funds	-	-	324,720	-
Capital Projects Funds	-	-	-	-
Undesignated, reported in:	0.400.004			
General Fund	8,128,064	-	-	-
Special Revenue Funds	-	576,160	839,503	708,416
Capital Projects Funds				<del>-</del>
Total fund balances	8,522,200	701,000	1,199,580	816,556
Total liabilities and fund balances	\$ 10,284,978	\$ 824,880	\$ 1,249,102	\$ 1,099,744

Community Development Block Grant	Capital Improvement	Capital Projects Revolving	Nonmajor Governmental Funds	Total Governmental Funds
\$ 2,725	\$ 298,970	\$ 695,401	\$ 207,079	\$ 2,334,681
88	2,474,606	5,755,902	1,689,195	18,919,671
	_,,,	-,,,,,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
369	-	185,630	49,240	243,131
1	14,803	34,431	10,105	113,175
-	-	-	-	162,341
-	-	5,526,144	-	5,526,144
-	-	-	-	154,620
-	-	-	-	16,483
74,373	-	-	10,257	2,872,352
1,795,434	-	-	-	1,795,434
-	-	-	-	23,278
		-		122,147
\$ 1,872,990	\$ 2,788,379	\$ 12,197,508	\$ 1,965,876	\$ 32,283,457
\$ 61,073	\$ 892,978	\$ -	\$ 50,159	\$ 2,156,435
-	-	-	-	600,990
16,483	-	-	-	16,483
-	-	-	-	328,055
-	-	-	34,160	94,257
1,795,434		5,526,144		7,399,579
1,872,990	892,978	5,526,144	84,319	10,595,799
-	-	-	5,490	500,680
-	-	-	-	145,425
-	-	-	88,103	88,103
-	-	-	-	21,858
-	-	-	191,170	515,890
-	422,150	-	-	422,150
-	-	-	-	8,128,064
-	-	-	1,596,794	3,720,873
	1,473,251	6,671,364		8,144,615
	1,895,401	6,671,364	1,881,557	21,687,658
\$ 1,872,990	\$ 2,788,379	\$ 12,197,508	\$ 1,965,876	\$ 32,283,457

See accompanying notes to basic financial statements.

### CITY OF WYOMING, MICHIGAN RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS GOVERNMENTAL FUNDS

June 30, 2008

		G	Total overnmental Funds
Total fund balances for governmental funds (refer to page 21)		\$	21,687,658
Amounts reported for governmental activities in the statement of net assets are different because:			
Capital assets used in governmental activities are not financial resources, and therefore are not reported in the governmental funds. Those assets consist of:			
Capital assets	\$ 185,182,770		
Less: accumulated deprecation	(67,071,609)		
Net capital assets			118,111,161
Internal service funds are used by the City to charge the cost of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. Internal service funds net assets are:			
Motor Pool	6,554,871		
Insurance	12,734,243		
Total internal service funds net assets			19,289,114
Some of the City's special assessments and accounts receivable will not be collected soon enough after year-end to be available to pay for the current period's expenditures, and therefore are reported as deferred revenue in the funds:			
Special assessments	5,526,144		
Loans receivable	1,795,434		
Total deferred revenues			7,321,578
Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and therefore are not reported in the governmental funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilitiesboth current and long-termare reported in the statement of net assets.			
Accrued interest on long-term debt	(305,031)		
Bonds and notes payable	(30,813,155)		
Compensated absences	(4,009,098)		
Deferred bond premium	(886,474)		
Deferred bond costs and gain on refunding	1,545,499		
Less: accumulated amortization	(700,824)		
Total long-term liabilities			(35,169,083)
Net assets of governmental activities		\$	131,240,428

See accompanying notes to basic financial statements.

### CITY OF WYOMING, MICHIGAN STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

	General	Major Street	Local Street	Parks and Recreation
Revenues:				
Taxes	\$ 11,787,666	\$ -	\$ -	\$ 3,402,795
Licenses and permits	697,990	236,822	18,461	-
Intergovernmental	7,287,982	3,487,026	1,072,088	593,762
Fees and service charges	3,615,946	2,823	1,882	247,890
Fines and forfeitures	1,700,483	-	-	-
Special assessments	-	-	-	-
Building rental	137,510	-	-	4,262
Investment earnings	762,918	21,932	68,250	98,884
Donations	5,259	-	-	60,860
Cost sharing agreements and contributions	-	-	-	-
Loan repayments	-	-	-	-
Miscellaneous	223,028	43,242	19,322	7,355
Total revenues	26,218,782	3,791,845	1,180,003	4,415,808
Expenditures:				
Current:				
Legislative	142,522	-	-	-
Judicial	1,920,385	-	-	-
General government	6,987,275	-	-	-
Public safety	19,611,134	-	-	-
Public works	772,333	3,665,905	2,138,141	-
Health and welfare	18,000	-	-	140,992
Recreation and culture	225,406	-	-	3,777,826
Miscellaneous	95,533	-	-	-
Capital outlay	273,410	-	-	421,541
Debt service:				
Principal retirement	-	-	-	-
Issue costs	-	-	-	-
Interest and fiscal agent fees			-	
Total expenditures	30,045,998	3,665,905	2,138,141	4,340,359
Excess (deficiency) of revenues over expenditures	(3,827,216)	125,940	(958,138)	75,449
Other financing sources (uses):				
Bonds issued	-	-	-	-
Premium on bonds issued	-	-	-	-
Proceeds from sale of capital assets	3,758	-	-	-
Payments to escrow agent	-	-	-	-
Transfers in (Note E)	4,688,946	-	600,000	-
Transfers out (Note E)		(600,000)		
Total other financing sources (uses)	4,692,704	(600,000)	600,000	
Net change in fund balances	865,488	(474,060)	(358,138)	75,449
FUND BALANCES, beginning of year	7,656,712	1,175,060	1,557,718	741,107
FUND BALANCES, end of year	\$ 8,522,200	\$ 701,000	\$ 1,199,580	\$ 816,556

Communit Developme Block Grar	nt Capital	Capital Projects Revolving	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 4,237,12	7 \$ -	\$ 5,989,518	\$ 25,417,106
Ψ - -	Ψ 4,237,12	-	811,176	1,764,449
543,1	72 430,093	3 -	41,027	13,455,150
-	-	_	137,829	4,006,370
_	_	_	6,800	1,707,283
_	_	1,000,348	-	1,000,348
_	_	-	1,586,347	1,728,119
_	146,036	683,632	227,058	2,008,710
_	-	-	-	66,119
	89,592	2 -	-	89,592
65,5		-	-	65,522
62,6		9 -	4,791	409,607
671,3	54 4,952,05	71,683,980	8,804,546	51,718,375
				·
-	-	-	-	142,522
-	-	-	-	1,920,385
-	-	-	-	6,987,275
-	-	-	1,243,105	20,854,239
-	1,394,530	-	656,003	8,626,912
671,3	54 -	-	-	830,346
-	-	-	371,881	4,375,113
-	-	-	10,389	105,922
-	1,644,10	1 -	-	2,339,052
-	-	-	3,319,524	3,319,524
-	-	-	82,133	82,133
	<u> </u>		1,853,453	1,853,453
671,3	54 3,038,63	<u> </u>	7,536,488	51,436,876
	1,913,420	1,683,980	1,268,058	281,499
-	-	-	2,985,000	2,985,000
-	-	-	57,697	57,697
-	112,870	5 -	-	116,634
-	-	-	(2,956,615)	(2,956,615)
-	-	-	2,706,646	7,995,592
	(1,376,680	0) (1,329,023)	(4,646,378)	(7,952,081)
	(1,263,804	4) (1,329,023)	(1,853,650)	246,227
-	649,622	2 354,957	(585,592)	527,726
	1,245,779	9 6,316,407	2,467,149	21,159,932
\$ -	\$ 1,895,40	\$ 6,671,364	\$ 1,881,557	\$ 21,687,658

See accompanying notes to basic financial statements.

# CITY OF WYOMING, MICHIGAN RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES

# **GOVERNMENTAL FUNDS**

Year Ended June 30, 2008

		Total Governmental Funds
Net change in fund balances - total governmental funds (refer to page 25)		\$ 527,726
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Expenditures for capital assets	\$ 2,339,052	
Less: current year depreciation expense	(4,369,683)	
Net effect of various miscellaneous transactions involving capital assets (i.e., sales, tradeins, and donations)	(262,264)	
Net effect of these differences in the treatment of capital outlays		(2,292,895)
Internal service funds are used by the City to charge the cost of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities. Internal service funds net revenue (expense) are:		
Motor Pool	(388,151)	
Insurance	2,104,269	
Total internal service funds net revenue		1,716,118
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. Some of the City's special assessments will be collected after year end, but are not available soon enough to pay for the current period's expenditures, and are therefore reported as deferred revenue in the funds.		
Special assessments		(487,042)
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.		
Accrued interest on long-term debt	40,598	
Compensated absences	(78,250)	
Bonds issued	(2,985,000)	
Principal payments	3,319,524	
Defeasance of bonds	3,140,000	
Current year amortization	(95,470)	
Net effect of these differences in the treatment of long-term debt	(30, 0)	3,341,402
Change in net assets of governmental activities		\$ 2,805,309

See accompanying notes to basic financial statements.

# CITY OF WYOMING, MICHIGAN STATEMENT OF NET ASSETS PROPRIETARY FUNDS

# June 30, 2008

	В	ities:	Governmental Activities:		
	Water Fund	Sewer Fund	Total	Internal Service Funds	
<u>Assets</u>					
Current assets:					
Cash and cash equivalents (Note D)	\$ 2,731,717	\$ 169,550	\$ 2,901,267	\$ 2,040,699	
Investments (Note D)	23,049,826	1,403,381	24,453,207	13,129,493	
Accounts receivable	2,221,953	1,583,542	3,805,495	_	
Accrued interest receivable	135,868	8,395	144,263	78,541	
Due from other governmental units	1,526,857	980,055	2,506,912	-	
Inventory	141,317	69,378	210,695	79,403	
Prepaid items				222,350	
Total current assets	29,807,538	4,214,301	34,021,839	15,550,486	
Long-term assets:					
Deposits in other funds	349,682	435,759	785,441		
Restricted assets:					
Revenue bond reserve:					
Cash and cash equivalents (Note D)	-	364,200	364,200	-	
Investments (Note D)	12,305,293	3,014,518	15,319,811	-	
Accrued interest receivable	17,233	18,032	35,265	-	
Investments held for bond redemption (Note D)	13,675	-	13,675	-	
Replacement reserve:					
Cash and cash equivalents (Note D)	294,660	492,611	787,271	391,956	
Investments (Note D)	2,438,924	4,077,393	6,516,317	3,244,257	
Accrued interest receivable	14,588	24,390	38,978	19,406	
Construction reserve receivables		385	385		
Total restricted assets	15,084,373	7,991,529	23,075,902	3,655,619	
Octivida contra Albas El					
Capital assets (Note F):	167,553,077	120 970 079	209 422 455	15 971 220	
Property and equipment	, ,	130,879,078	298,432,155	15,871,239	
Less accumulated depreciation	50,668,117	41,847,848	92,515,965	11,276,055	
Net capital assets	116,884,960	89,031,230	205,916,190	4,595,184	
Other assets:					
Unrealized loss on bond refunding	44,581	122,984	167,565	-	
Long-term receivable	-	285,948	285,948	-	
Investment in joint venture	-	1,250,000	1,250,000	-	
Bond issue costs and discounts	850,802	127,679	978,481		
Total other assets	895,383	1,786,611	2,681,994		
Total long-term assets	133,214,398	99,245,129	232,459,527	8,250,803	
Total assets	163,021,936	103,459,430	266,481,366	23,801,289	

	В	es:	Governmental		
	-	Enterprise Funds		Activities: Internal Service Funds	
	Water Fund	Sewer Fund	Total		
<u>Liabilities</u>					
Current liabilities:					
Accounts payable	\$ 4,675,975	\$ 1,063,320	\$ 5,739,295	\$ 716,871	
Accrued interest payable	208,810	194,510	403,320	-	
Customer deposits	2,919,832	(150)	2,919,682	-	
Current portion (Note G):					
Bonds, notes and contracts payable	2,230,413	1,494,767	3,725,180	-	
Compensated absences, workers'					
compensation and death benefits	94,868	57,954	152,822	231,542	
Total current liabilities	10,129,898	2,810,401	12,940,299	948,413	
ong-term liabilities:					
(net of current portion) (Note G):					
Bonds, notes and contracts payable	51,590,543	48,441,144	100,031,687	-	
Compensated absences, workers'					
compensation and death benefits	587,316	372,680	959,996	944,078	
Total long-term liabilities	52,177,859	48,813,824	100,991,683	944,078	
Total liabilities	62,307,757	51,624,225	113,931,982	1,892,49	
Net Assets					
Invested in capital assets, net of related debt	63,308,165	39,069,301	102,377,466	4,595,184	
Restricted for:					
Debt service	3,838,483	3,396,750	7,235,233	-	
Water contracts	100,000	-	100,000	-	
Unrestricted	33,467,531	9,369,154	42,836,685	17,313,614	
Total net assets	\$ 100,714,179	\$ 51,835,205	152,549,384	\$ 21,908,79	
Some amounts reported for busine	ss-type activities in the				
statement of net assets are differer service fund assets are included wi			1,834,243		
Net assets of business-type activiti	es		\$ 154,383,627		

See accompanying notes to basic financial statements.

# CITY OF WYOMING, MICHIGAN STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS PROPRIETARY FUNDS

Year Ended June 30, 2008

Equipment rentals Building rentals	Water Fund \$ 18,429,054	Sewer Fund	Total	Activities: Internal Service Funds
Charges for services Equipment rentals Building rentals			Total	Funds
Charges for services Equipment rentals Building rentals	\$ 18,429,054	¢ 12.160.045		
Equipment rentals Building rentals	\$ 18,429,054			
Building rentals		\$ 13,169,845	\$ 31,598,899	\$ 63,599
-	-	-	-	3,015,201
	-	-	-	335,160
Premiums	<u> </u>	<del></del>		8,922,711
Total operating revenues	18,429,054	13,169,845	31,598,899	12,336,671
Operating expenses:				
Administrative and general	1,302,912	1,609,702	2,912,614	1,008,823
Accounting and collection	441,899	-	441,899	-
Pumping and treatment	6,792,419	7,304,724	14,097,143	-
Transmission and distribution	2,068,385	1,220,839	3,289,224	-
Equipment and building operations	-	-	-	2,401,551
Depreciation	2,778,995	2,530,419	5,309,414	1,219,733
Insurance claims and premiums	-			6,909,691
Total operating expenses	13,384,610	12,665,684	26,050,294	11,539,798
Operating income	5,044,444	504,161	5,548,605	796,873
lonoperating revenues:				
Investment earnings	2,365,925	666,203	3,032,128	964,189
Property lease income	97,646	-	97,646	-
Gain (loss) on disposal of capital assets	(3,772)	-	(3,772)	90,794
Miscellaneous income	227,558	51,051	278,609	79,655
Total nonoperating revenues	2,687,357	717,254	3,404,611	1,134,638
lonoperating expenses:				
Interest	2,337,202	2,301,287	4,638,489	77,210
Ottawa County payment	4,001,424	· · · · ·	4,001,424	-
Amortization and paying agent	153,842	16,533	170,375	
Total nonoperating expenses	6,492,468	2,317,820	8,810,288	77,210
Income (loss) before capital contributions		(, , , , , , , , , , , , , , , , , , ,		
and transfers	1,239,333	(1,096,405)	142,928	1,854,301
Capital contributions	15,278,433	97,848	15,376,281	131,382
ransfer out				(43,511)
Change in net assets	16,517,766	(998,557)	15,519,209	1,942,172
let assets, beginning of year	84,196,413	52,833,762		19,966,626
let assets, end of year	\$ 100,714,179	\$ 51,835,205		\$ 21,908,798

See accompanying notes to basic financial statements.

\$ 15,756,477

Change in net assets of business-type activities

# CITY OF WYOMING, MICHIGAN STATEMENT OF CASH FLOWS

# **PROPRIETARY FUNDS**

Year Ended June 30, 2008

	В	s:	Governmental Activities:	
	Water Fund	Enterprise Funds Sewer Fund	Total	Internal Service Funds
Cash flows from (for) operating activities:				
Receipts from customers	\$ 14,193,780	\$ 13,154,540	\$ 27,348,320	\$ 12,337,241
Payments to suppliers	(2,144,856)	(6,002,653)	(8,147,509)	(8,567,524)
Payments to employees	(2,966,328)	(2,275,632)	(5,241,960)	(1,079,520)
Payments to internal service funds				
and administrative fees	(2,831,036)	(2,526,583)	(5,357,619)	(877,618)
Other receipts	325,204	51,051	376,255	79,655
Net cash provided by operating activities	6,576,764	2,400,723	8,977,487	1,892,234
Cash flows from (for) capital and related financing activities:				
Acquisition of capital assets	(37,512,892)	(3,837,058)	(41,349,950)	(552,216)
Principal payments on bonds, notes and				
contracts payable	(2,134,640)	(1,435,824)	(3,570,464)	-
Payment to Ottawa County	(4,001,424)	-	(4,001,424)	-
Interest paid	(2,349,582)	(2,306,987)	(4,656,569)	(77,210)
Contributed capital	15,278,433	97,848	15,376,281	87,871
Proceeds from sale of capital assets	5,000		5,000	96,746
Net cash used by capital and related financing activities	(30,715,105)	(7,482,021)	(38,197,126)	(444,809)
Cash flows from (for) investing activities:				
Investment earnings	2,512,973	740,393	3,253,366	964,189
Investment in joint venture	-	(250,000)	(250,000)	-
Sale (purchase) of investments	21,277,349	4,160,626	25,437,975	(2,262,261)
Net cash provided (used) by investing activities	23,790,322	4,651,019	28,441,341	(1,298,072)
Net increase (decrease) in cash and equivalents	(348,019)	(430,279)	(778,298)	149,353
CASH AND CASH EQUIVALENTS, beginning of year	3,374,396	1,456,640	4,831,036	2,283,302
CASH AND CASH EQUIVALENTS, end of year	\$ 3,026,377	\$ 1,026,361	\$ 4,052,738	\$ 2,432,655
Nonc	ash Investing Activ	rities		
Change in fair value of investments	\$ 367,425	\$ 98,407	\$ 465,832	\$ 65,761

	Business-Type Activities: Enterprise Funds						Governmental Activities:		
Reconciliation of operating income to net cash provided by operating activities:		Water Fund		Sewer Fund		Total		Internal Service Funds	
Operating income Adjustments to reconcile operating income to net cash provided by operating activities:	\$	5,044,444	\$	504,161	\$	5,548,605	\$	796,873	
Depreciation		2,778,995		2,530,419		5,309,414		1,219,733	
Property lease income		97,646		-		97,646		-	
Miscellaneous cash received Changes in operating assets and liabilities:		223,786		51,051		274,837		79,655	
Accounts receivable		(165,758)		(92,659)		(258,417)		570	
Due from other governmental units		906,574		77,353		983,927		-	
Inventory Prepaid items		(20,488)		(29,166)		(49,654) -		(48,608) 400	
Accounts payable		2,716,584		(551,359)		2,165,225		(37,919)	
Customer deposits Compensated absences, workers' compensation		(4,976,090)		-		(4,976,090)		-	
and death benefits  Net cash provided by operating activities	<u> </u>	(28,929) 6,576,764	<u> </u>	2,400,723	<u> </u>	(118,006) 8,977,487	\$	1,892,234	

See accompanying notes to basic financial statements.

# CITY OF WYOMING, MICHIGAN STATEMENT OF FIDUCIARY NET ASSETS

# FIDUCIARY FUNDS June 30, 2008

Assets	Tax Collection Agency Fund	Pension Trust Funds
Cash and cash equivalents (Note D)	\$ 55,498	\$ 5,046,803
Investments (Note D):		
U.S. government obligations	-	15,914,643
Municipal bonds	-	3,904,725
Domestic corporate bonds	-	24,260,787
Domestic stocks	-	54,532,934
Preferred stocks	-	802,349
Foreign stocks	-	2,041,649
Foreign bonds	-	993,660
Foreign preferred stocks	-	149,940
Mutual funds	-	9,907,922
International stock mutual funds	-	18,253,977
Investments held by broker under securities lending (Note D)	-	7,848,355
Receivables:		
Accrued interest	-	709,097
Unsettled trades	-	621,279
Taxes	3,073,477	
Total assets	\$ 3,128,975	144,988,120
<u>Liabilities</u>		
Liability under securities lending (Note D)	\$ -	7,848,355
Refunds payable and other	-	632,883
Due to other governmental units	3,128,975	
Total liabilities	\$ 3,128,975	8,481,238
<u>Net Assets</u>		

See accompanying notes to basic financial statements.

\$ 136,506,882

Held in trust for pension benefits and OPEB

# CITY OF WYOMING, MICHIGAN STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS FIDUCIARY FUNDS

Year Ended June 30, 2008

		ension
Additions:		st Funds
Contributions:		
Employer	\$	6,174,384
Employee	•	232,429
Total contributions		6,406,813
Investment income:		
Net depreciation in fair value of investments		(7,749,516)
Interest		3,570,981
Other		68,007
Total loss from investing activities		(4,110,528)
Less investment expense		520,018
Net loss from investing activities		(4,630,546)
Securities lending income		378,118
Securities lending expense		(336,995)
Net income from securities lending		41,123
Total additions		1,817,390
Deductions:		
Benefits		5,566,824
Health care premium subsidies		1,730,334
Total deductions		7,297,158
Change in net assets		(5,479,768)
Net assets held in trust for pension benefits and OPEB:		
Beginning of year	14	11,986,650
End of year	\$ 13	36,506,882

See accompanying notes to basic financial statements.

# CITY OF WYOMING, MICHIGAN COMBINING STATEMENT OF NET ASSETS

# **COMPONENT UNITS**

June 30, 2008 (March 31, 2008 for Wyoming Housing Commission)

	March 31, 2008 June 30, 2008						
	Wyoming Housing Commission	62A District Court	Wyoming Downtown Development Authority	Economic Development Corporation	Brownfield Redevelopment Authority	Greater Wyoming Community Resource Alliance	Total
<u>Assets</u>							
Cash and cash equivalents							
(Note D)	\$ 591,616	\$ 261,224	\$ 386,532	\$ 88,913	\$ 25,706	\$ 375	\$ 1,354,366
Accounts receivable	47,328	-	800	=	-	· -	48,128
Inventories	95	-	_	-	-	-	95
Prepaid expenses	14,714	-	525	-	-	-	15,239
Restricted assets:							-
Cash and cash equivalents							-
(Note D)	623,666	-	_	-	-	-	623,666
Capital assets, (Note F)	8,926,473	-	44,958	-	-	-	8,971,431
Less accumulated depreciation	(4,928,667)						(4,928,667)
Total assets	5,275,225	261,224	432,815	88,913	25,706	375	6,084,258
<u>Liabilities</u>							
Accounts payable	240,078	-	23,189	-	-	-	263,267
Due to other governmental units	-	261,224	-	-	-	-	261,224
Deposits	62,034	-	-	-	-	-	62,034
Unearned revenue	1,842	-	-	-	-	-	1,842
Noncurrent liabilities (Note G):							
Due within one year	9,360	-	38,440	-	-	-	47,800
Due in more than one year	84,246		65,518	<u> </u>			149,764
Total liabilities	397,560	261,224	127,147				785,931
Net Assets							
Invested in capital assets,							
net of related debt	3,997,806	-	44,958	-	-	-	4,042,764
Unrestricted	879,859		260,710	88,913	25,706	375	1,255,563
Total net assets	\$ 4,877,665	\$ -	\$ 305,668	\$ 88,913	\$ 25,706	\$ 375	\$ 5,298,327

See accompanying notes to basic financial statements.

# CITY OF WYOMING, MICHIGAN COMBINING STATEMENT OF ACTIVITIES

## **COMPONENT UNITS**

Year Ended June 30, 2008 (March 31, 2008 for Wyoming Housing Commission)

		Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Wyoming Housing Commission  Health and welfare	\$ 8,738,355	\$ 438,007	\$ 7,803,583	\$ 66,032	
nealti aliu wellale	φ 6,736,333	φ 436,007	φ 7,003,363	\$ 00,032	
62A District Court					
Judicial	3,043,886	3,043,886	-	-	
Wyoming Downtown Development Authority					
Health and welfare	152,078	-	-	-	
Economic Development Corporation					
Health and welfare	236	-	-	-	
Brownfield Redevelopment Authority					
Health and welfare	2,313	-	-	-	
Greater Wyoming Community Resource Alliance					
Health and welfare	-			375	
Total component units	\$ 11,936,868	\$ 3,481,893	\$ 7,803,583	\$ 66,407	

General revenues:

Property taxes

Unrestricted investment earnings

Miscellaneous

Total general revenues and transfers

Change in net assets

Net assets, beginning of year

Net assets, end of year

Wyoming Housing Commission	62A District Court	Wyoming Downtown Development Authority	Economic Development Corporation	Brownfield Redevelopment Authority	Greater Wyoming Community Resource Alliance	Total
\$ (430,733)						\$ (430,733)
	\$ -					_
	Ψ -					_
		\$ (152,078)				(152,078)
			\$ (236)			(236)
				\$ (2,313)		(2,313)
					\$ 375	375
						(584,985)
_	_	358,313	_	6,462	_	364,775
21,310	_	15,418	3,335	615	_	40,678
57,000		2,725				59,725
78,310		376,456	3,335	7,077		465,178
(352,423)	-	224,378	3,099	4,764	375	(119,807)
5,230,088 *	·	81,290	85,814	20,942		5,418,134
\$ 4,877,665	\$ -	\$ 305,669	\$ 88,913	\$ 25,706	\$ 375	\$ 5,298,327

<sup>\*</sup> Includes a prior period adjustment of \$(44,219).

See accompanying notes to basic financial statements.

#### **NOTE A - DESCRIPTION OF THE CITY**

The City of Wyoming, Michigan was incorporated in 1959. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, sanitation, recreation and culture, public improvements, planning and zoning, and general administrative services.

#### NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### The Reporting Entity

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the City of Wyoming (the primary government) and its component units for which the City is considered to be financially accountable. The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationships with the City.

## 1. Blended Component Unit

**The Building Authority** is a legally separate entity created by the City. The Building Authority uses the proceeds of its tax-exempt bonds to finance the construction of general capital assets for the City. The bonds are secured by a lease agreement with the City and will be retired through lease payments from the City.

### 2. Discretely Presented Component Units

The component units' column in the statements of net assets and activities includes the financial data of the City's six other component units. These are reported in a separate column to emphasize that they are legally separate from the City.

**Economic Development Corporation -** The Economic Development Corporation (EDC) was established pursuant to the provisions of Public Act 338 of 1974, as amended, and is governed by a nine member Board of Directors appointed by the City. The City has financial accountability for the EDC as the City has authority to approve all EDC projects.

**Brownfield Redevelopment Authority -** The Brownfield Redevelopment Authority was established pursuant to Public Act 381 of 1996 and is governed by the Economic Development Board of Directors. Upon completion of its purpose, the Authority may be dissolved by resolution of the City Council.

**Wyoming Downtown Development Authority -** The Wyoming Downtown Development Authority, was established pursuant to Public Act 197 of 1995, as amended, and is governed by a nine member Board of Directors appointed by the Mayor, subject to approval of the City Council. Upon completion of its purposes, the Authority may be dissolved by resolution of the City Council.

**Wyoming Housing Commission -** The Wyoming Housing Commission, which was established pursuant to Public Act 18 of 1933, as amended, consists of five members who are appointed by the City. Because the City may remove commission members, it has financial accountability for the Wyoming Housing Commission.

**District Court of Wyoming -** The District Court accounts for the collection and payment to the State of Michigan, Kent County, and the City of Wyoming, of fines and fees collected on their behalf. Bond and other trust money held by the Court are also accounted for. The City is financially accountable for the District Court and is required to fund its operations. The District Court does not issue separate financial statements.

(Continued)

**Local Development Finance Authority -** The Local Development Finance Authority (LDFA), which was established pursuant to the provisions of Public Act 281 of 1986, as amended, was governed by an eleven member Board of Directors, seven of whom were appointed by the City. The City has the authority to dissolve or inactivate the LDFA, upon which the assets of LDFA would revert to the City. This was the case in 2000, when the LDFA was inactivated and its assets were reverted back to the City until such time the LDFA is re-activated.

**Greater Wyoming Community Resource Alliance -** The Greater Wyoming Community Resource Alliance (GWCRA) is a not-for-profit corporation organized under Section 501(c)(3) of the Internal Revenue Code for the purpose of community and individual citizens enhancement. It is governed by an eleven member Board of Directors, all of whom were appointed by the City. The GWCRA will be preparing separate financial statements in the future.

Complete financial statements of the individual component units can be obtained from the respective administrative offices or from the City's office with the exception of the LFDA because there was no activity during the year ended June 30, 2008.

City of Wyoming

**Economic Development Corporation** 

1155 28<sup>th</sup> Street, SW Wyoming, Michigan 49509

City of Wyoming

**Wyoming Downtown Development Authority** 

1155 28<sup>th</sup> Street, SW Wyoming, Michigan 49509

City of Wyoming

**Greater Wyoming Community Resource Alliance** 

1155 28<sup>th</sup> Street, SW Wyoming, Michigan 49509

City of Wyoming

**Brownfield Redevelopment Authority** 

1155 28<sup>th</sup> Street, SW Wyoming, Michigan 49509

**Wyoming Housing Commission** 

2450 36th Street, SW Wyoming, Michigan 49509

#### **Joint Venture**

The Grand Valley Regional Biosolids Authority (the Authority) was created by the City of Wyoming and the City of Grand Rapids under the provisions of Act 233, (Public Acts of Michigan 1995, as amended, MCL 124.281), for the development, construction and operation of a regional biosolids management project. The City of Wyoming and the City of Grand Rapids will share equally the initial costs, ongoing administrative costs and planning and design of the project. Financial statements may be obtained from the City of Grand Rapids. Summary financial information as of and for the year ended June 30, 2008 is as follows:

Total assets	June 30, 2008 \$ 12,139,548
Total liabilities Total net assets	\$ 8,337,997 3,801,551
Total liabilities and net assets	\$12,139,548
	Year ended June 30, 2008
Revenues Expenses	\$ 1,307,193 22,814
Change in net assets	\$ 1,284,379

(Continued)

#### **Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

## Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements (except for the agency fund which does not have a measurement focus). Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Agency funds are custodial in nature and do not present results of operations or have a measurement focus.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Governmental fund expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

On the governmental funds statements, property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

- The *general fund* is the government's primary operating fund. It accounts for all the resources traditionally associated with governments which are not required to be accounted for in another fund.
- The *major street fund* accounts for the maintenance of all major streets and trunklines. Financing is provided by special revenues from provisions of Act 51 of 1951 as amended.
- The *local street fund* accounts for the maintenance of all local streets. Financing is provided by special revenues from provisions of Act 51 of 1951 as amended.
- The parks and recreation fund accounts for the operation and maintenance of the parks and recreational facilities. This fund is financed by a special tax levy.
- The community development block grant fund accounts for the improvement, rehabilitation and
  preservation of public facilities in target areas as well as at the issuance and repayment of
  rehabilitation loans. Financing is provided by Community Development Block Grants and program
  income.
- The *capital improvement fund* accounts for major capital expenditures not financed by Enterprise Funds or Internal Service Funds.
- The capital projects revolving fund accounts for money advanced and received from special assessments on benefited property for improvement projects not funded by the issuance of bonds.

The City reports the following major proprietary funds:

- The water fund accounts for the operation and maintenance of the water supply system, capital additions and retirement of revenue bonds. Financing is provided by user charges and contributions by other funds, municipalities and customers.
- The sewer fund accounts for the operation and maintenance of the sewage disposal system, capital additions and improvements and retirement of revenue bonds. Financing is provided by user charges and contributions by other funds, municipalities and customers.

Additionally, the City reports the following fund types:

- Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units on a cost reimbursement basis.
  - 1. The *motor pool fund* accounts for the procurement and maintenance of City equipment and vehicles. Revenues are provided through vehicle and equipment rental charges to other funds.
  - 2. The *insurance fund* accounts for payment of approved insurance claims, public liability, life insurance, workers' compensation, etc. The City is self-insured and finances its insurance payments through budgeted transfers from other funds.
- The agency fund accounts for the collection and payment to Kent County, various school districts, and other taxing authorities of property taxes collected by the City on their behalf.
- The *pension trust funds* accounts for the accumulation of resources to be used for retirement annuity payments and other postemployment benefits at appropriate amounts and times in the future. Resources are contributed by the City at amounts determined by an annual actuarial study.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989 generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's water and sewer function and various other functions of the government. Elimination of these charges would distort costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and sewer funds and of the government's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

#### **Budgets and Budgetary Accounting**

The City follows these procedures in establishing the budgetary data reflected in the supplementary information:

- During the first week of April, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted by the City Council to obtain taxpayer comments.
- No later than the second week of May, the budget is legally enacted through passage of a Council resolution.
- Formal budgetary integration is employed as a management control device during the year for all governmental funds except the Capital Projects Revolving Fund.
- Budgets are adopted on a modified accrual basis consistent with generally accepted accounting principles.
- Budgetary control over expenditures is maintained on an activity level basis by department, which is
  the legal level of control for all funds. Administrative control is maintained through the establishment
  of more detailed line-item budgets.
- Budgets are adopted by the City Council at the activity level. The City Manager has the authority to
  transfer necessary amounts between activities within the same department of any fund and make any
  adjustments which do not affect the ending fund balance. Transfers between departments or funds
  must be approved by the City Council.
- Supplemental appropriations for additional expenditures, which require an appropriation of available fund balance, must be approved by the City Council.

(Continued)

- Budgeted amounts are as originally adopted or as amended by the City Council during the year.
- Appropriations for operations lapse at year-end. Appropriations for continuing projects are incorporated in the budget of the ensuing year. The City reserves fund balances for these items.

#### Assets, Liabilities, and Net Assets or Equity

### 1. Cash and Cash Equivalents

The City considers cash on hand and demand deposits, restricted cash deposits, and short-term investments with maturities of three months or less when purchased to be cash for the statement of cash flows.

#### 2. Investments

Investments are reported at fair value, except that commercial paper and U.S. Treasury and Agency obligations with a remaining maturity at the time of purchase of one year or less are shown at amortized cost.

#### 3. Due From Other Governmental Units

Amounts due from units include amounts due from grantors for specific programs and capital projects. Program grants and capital grants for capital assets are recorded as receivables and revenues at the time reimbursable project costs are incurred. Revenues received in advance of project costs being incurred are deferred.

#### 4. Inventories and Prepaid Items

Inventories are accounted for using the consumption method and are valued at cost (first-in, first-out).

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

### 5. Restricted Assets

Proprietary Funds, because of certain bond covenants, are required to establish and maintain prescribed amounts of resources (consisting of cash and temporary investments) that can be used only to service outstanding debt.

#### 6. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, storm sewers, etc.) are reported in the applicable governmental or business-type activities columns of the government-wide financial statements.

Capital assets are defined by the City as real or personal property that has a cost equal to or greater than an established capitalization threshold and has an estimated useful life of three or more years (with the exception of police cruisers at two and one half years). On June 20, 2006, a new capitalization policy was established by the City changing the capitalization threshold from \$1,500 or more to the following:

Capital Asset Category	Capitalization <u>Threshold</u>	Useful Lives in Years
Land and Land Improvements Buildings and Building Improvements Improvements Other Than Buildings Equipment and Vehicles Infrastructure	Capitalize All \$50,000 \$15,000 \$5,000 \$50,000	10-20 10-66 2.5-20 20-66

All capital assets are valued at historical cost or estimated historical cost where actual cost information is not available (i.e., infrastructure assets purchased or constructed prior to July 1, 2001). Infrastructure assets have been included in the current year acquisitions. Donated capital assets are recorded at their fair value on the date donated.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially increase asset lives are not capitalized. Major outlays for capital assets are capitalized as projects are constructed.

Depreciation of all exhaustible capital assets used by the City is charged as an expense against its various functions. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets (see table above).

#### 7. Other Assets

The City is amortizing the unrealized losses on bond refinancing as a component of interest expense in a systematic and rational manner over the remaining life of the new debt. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method.

#### 8. Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt, notes, and other obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund types statements of net assets.

In the fund financial statements, governmental fund types recognize bond premiums and discounts as well as issuance costs during the current period. The face amount of newly issued debt is reported as other financing sources. Premiums and discounts are reported as other financing sources (uses) while issuance costs are reported as expenditures.

#### 9. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition or construction of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, laws or regulations from other governments.

(Continued)

## Revenues, Expenditures, and Expenses

## 1. Property Taxes

The City bills and collects its own property taxes. City property taxes attach as an enforceable lien on property as of July 1. Taxes are levied on July 1 and are due without penalty on or before August 31. Uncollected real property taxes as of March 1 are turned over by the City to Kent County for collection. The County advances the City 100% of these delinquent taxes. Collection of delinquent personal property taxes as of March 1 remains the responsibility of the City Treasurer. Since all City property taxes levied are current receivables, tax revenues are recognized when levied.

The City also acts as the billing and collection agent for Kent County, the State of Michigan, the school districts, and various other taxing authorities within the City limits. Portions of the school district taxes are billed with the City taxes on the July 1 levy.

The remainder of the school district taxes and all Kent County taxes are billed on December 1 and are due without penalty on February 14. Taxes collected on behalf of the school districts and the County are accounted for in designated agency funds. Uncollected school district and County real property taxes as of March 1 are also turned over to Kent County for collection. The County advances payment for these taxes directly to the school districts.

The state taxable value of real and personal property, excluding approximately \$148,894,700 under the Industrial Facilities and Commercial Facilities Tax Act, located in the City at March 1, 2008 totaled approximately \$2,542,113,100. The tax levy for the year was based on the following rates:

	Millage Rate Used	Authorized Millage Rate by Either State Law or City Charter
General Operating	4.6695	5.00
Fire	0.7500	0.75
Police	1.2500	1.25
Parks and Recreation	1.5000	1.50
Sidewalk Snow Removal	0.1500	0.20
Yard Waste Disposal	0.1200	3.00
Library	0.0800	0.39
Debt Service	0.2900	As required for Debt Service
Street, Sewer, and Water Improvements	1.8678	2.00

#### 2. Internal Balances

During the course of normal operations the City has numerous transactions between funds, including expenditures and transfers of resources to provide services and construct assets.

Charges for insurance and equipment rental to various City departments and funds are recognized as operating revenue by the Internal Service Funds. The various funds record these payments as expenditures/expenses.

The General Fund provides administrative services to the Proprietary Funds, Internal Service Funds, Inspections Fund, and the Major and Local Street Funds. In the fund financial statements, the amounts charged for these services are recognized as revenue by the General Fund and as expenditures or expenses by the funds receiving the services. In the government-wide financial statements, the amounts received for these services are eliminated.

The Proprietary Funds supply water and sewage disposal to the General Fund. Amounts charged are recorded as operating revenues and expenditures, respectively.

(Continued)

### 3. Compensated Absences

City employees are granted vacation and sick leave in varying amounts based on length of service. General employees and firefighters can accumulate three years' entitlement of vacation days, and police are allowed an unlimited accumulation of vacation. Upon termination, employees are paid for unused vacation at their current rates. Sick leave is accumulated at the rate of one day per month of employment. Unused sick leave accumulates from year to year to an unlimited amount. Upon termination, employees are paid for their accumulated sick leave at their current rates according to the following schedule:

General employees	<ul> <li>1 day for every 2 days accumulated with no limit when employed 5 years</li> </ul>
Dispatchers and telephone operators	= 1 day for every 2 days accumulated with no limit when employed 10 years
Firefighters	= 1 day for every 2 days accumulated with no limit when employed 5 years
General and fire administrative	= 1 day for every 2 days accumulated with no limit
Police and police administrative	= 1 day for every 2 days accumulated with no limit when employed 10 years

It is the City's policy to recognize the cost of vacation pay and sick leave at the time the liability is incurred, including salary related payments. In the Governmental Funds financial statements only the matured liability for compensated absences is reported. The total liability is reported in the government-wide and proprietary fund financial statements.

#### NOTE C - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

The General Obligation Library Bonds Debt Service Fund incurred excess expenditures of \$86,365, which were covered by fund balance.

#### **NOTE D - CASH AND INVESTMENTS**

## **Deposits**

Statutes require that certificates of deposit, savings accounts, depository accounts and depository receipts are made with banks doing and having a place of business in the State of Michigan and who are also members of a federal or national insurance corporation.

#### Custodial Credit Risk Related to Deposits

Custodial Credit Risk for deposits is the risk that, in the event of a bank failure, the City's deposits might not be recovered. The City does not have a deposit policy for mitigating custodial credit risk. At June 30, 2008, the City's bank balance was \$26,435,836 of which \$24,502,425 was exposed to custodial credit risk since it was uninsured and uncollateralized.

#### Investments

Statutes authorize the City to invest in obligations of the U.S. Treasury, agencies and instrumentalities, commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services, bankers' acceptances of U.S. banks, United States government or federal agency obligation repurchase agreements, obligations of the State of Michigan or any of its political subdivisions rated as investment grade by not less than one standard rating service and mutual funds composed of the types of investment vehicles named previously. The Pension Trust Fund is also authorized to invest in accordance with Public Act 45 of 1996.

### Interest Rate Risk

Interest Rate Risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City does not have an investment policy that limits maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. At June 30, 2008, the City had the following investments and maturities:

			Maturity		
Investment Type	Fair Value	Less Than 1 Year	1-5 Years	6-10 Years	More Than 10 Years
Mutual Funds	\$ 49,250,686	\$ 49,250,686	\$ -	\$ -	\$ -
Municipal Bonds	8,904,725	-	5,985,546	1,883,372	1,035,807
Corporate Bonds	23,895,226	3,678,594	11,880,710	6,890,404	1,445,518
Foreign Corporate Bonds	860,848	-	453,398	-	407,450
Negotiable CDs	31,545,344	16,168,093	15,180,186	-	197,065
Government Agencies	48,513,902	53,238	23,790,840	14,093,759	10,576,065
Total	\$ 162,970,731	\$ 69,150,611	\$ 57,290,680	\$ 22,867,535	\$ 13,661,905

## Credit Risk

Credit Risk is the risk that an issuer or other counter-party to an investment will not fulfill its obligations. The City does not have an investment policy to mitigate credit risk. At June 30, 2008, the City's investments had the following credit ratings:

Investment Type	Rating	Credit Exposure as a Percent of Total Investments
Mutual Funds	Not Rated	30.1%
Municipal Bonds	AAA	3.9%
Municipal Bonds	AA	1.5%
Corporate Bonds	Not Rated	0.4%
Corporate Bonds	A+	2.6%
Corporate Bonds	A	2.7%
Corporate Bonds	A-	2.4%
Corporate Bonds	AA+	0.3%
Corporate Bonds	AA	0.4%
Corporate Bonds	AA-	1.1%
Corporate Bonds	AAA	1.1%
Corporate Bonds	BB+	0.3%
Corporate Bonds	BBB+	1.4%
Corporate Bonds	BBB	1.3%
Corporate Bonds	BBB-	0.4%
Foreign Corporate Bonds	AA-	0.3%
Foreign Corporate Bonds	A-	0.3%
Negotiable CDs	Not Rated	19.4%
Government Agencies	AAA	25.5%
Government Agencies	Not Rated	4.6%

#### Concentration of Credit Risk

Concentration of Credit Risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City does not have an investment policy that limits the amount that may be invested in any one issuer. The City minimizes concentration of credit risk by investing primarily in U.S. government guaranteed and pooled investments. Excluding U.S. government guaranteed, mutual fund and pooled investments, no single investment exceeded 5% of total investments at June 30, 2008.

#### Custodial Credit Risk

Custodial Credit Risk for investments is the risk that in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. At June 30, 2008, \$85,383,250 of the Retirement System's investments were uninsured, held by the counterparty and not registered in the Plan's name. The City had no other investments that were subject to custodial credit risk.

### Foreign Currency Risk

Foreign Currency Risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. In general, the foreign currency exposure resulting from international investments is not hedged. This exposes the portfolio to foreign currency risk, which is not expected to harm or help the performance of the fund in a significant way over the long term. At June 30, 2008, the City of Wyoming had the following foreign investments:

Investment Type	Currency Denomination	Maturity	USD Amount
Equity	Bermuda		\$ 831,776
Equity	Canada		258,349
Equity	Cayman Islands		503,496
Equity	China		64,537
Equity	Panama		240,443
Equity	Netherlands		364,188
Corporate Bond	United Kingdom	1/30/2013	453,398
Corporate Bond	Netherlands	1/21/2020	407,450

## Securities Lending Risk

As of June 30, 2008, the City of Wyoming Retirement System had the following securities lending investments:

Investment Type	Fair Value of Loaned Securities Collateralized by Cash Collateral	Cash Collateral
U.S. Government and Agencies U.S. Equities	\$ 1,929,728 5,727,422	\$1,964,438 5,883,917
Total	\$ 7,657,150	\$7,848,355

State statutes and board of trustees policies permit the City of Wyoming Retirement System to lend its securities to broker-dealers with a simultaneous agreement to return the collateral for the same securities in the future. During the year ended June 30, 2008, the Retirement System loaned common stock and corporate bonds and received cash as collateral. The carrying and fair value of the securities loaned by the City to the broker at June 30, 2008 was \$7,848,355. All securities loan agreements can be terminated at the discretion of the agent. The agent is not liable for any loss or damage resulting from the lending transactions.

At year-end, the Retirement System had no credit risk exposure to borrowers since the amount the Retirement System owed the borrowers exceeded the amount the borrowers owed the Retirement System. In addition, the Retirement System had no custodial credit risk exposure since all collateral was invested in an investment pool.

### NOTE E - RECEIVABLES/PAYABLES AND TRANSFERS

Receivables and payables between primary government and component units at June 30, 2008 are:

General Fund Wyoming Housing Commission Timing difference due to component unit with different fiscal year	Due From Component Unit		Due to Primary Government	
	\$	154,620 - -	\$	- - 154,620
Interfund transfers during the year ended June 30, 2008 are as follows:	\$	154,620	\$	154,620
	Tra	nsfers In	Tra	nsfers Out

	Transfers In	Transfers Out
General Fund Major Street Special Revenue Fund Local Street Special Revenue Fund Control Improvement Fund	\$ 4,688,946 - 600,000	\$ - 600,000 -
Capital Improvement Fund Capital Projects Revolving Fund Internal Services Fund - Motor Pool	- - -	1,376,680 1,329,023 43,511
Nonmajor Governmental Funds	2,706,646 \$ 7,995,592	4,646,378 \$ 7,995,592
	φ 1,995,59Z	φ 1,995,592

## **NOTE F - CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2008 was as follows:

# **Primary Government**

	Balance July 1, 2007	Additions	Deletions	Balance June 30, 2008
Governmental Activities				
Capital assets not depreciated:				
Land	\$ 4,306,813	\$ 149,860	\$ 150,920	\$ 4,305,753
Rights of way	15,455,275	648,397	<del>-</del>	16,103,672
Construction in process	6,570,039	1,199,117	2,655,924	5,113,232
Capital assets being depreciated:				
Infrastructure	113,924,905	2,328,183	-	116,253,088
Buildings	36,015,380	-	-	36,015,380
Improvements other than buildings	4,251,728	127,456	-	4,379,184
Equipment	7,557,410	475,377	167,218	7,865,569
Vehicles	11,126,006	513,780	621,655	11,018,131
Totals at historical cost	199,207,556	5,442,170	3,595,717	201,054,009
Less accumulated depreciation for:				
Infrastructure	45,969,136	2,372,723	-	48,341,859
Buildings	11,990,667	1,402,935	-	13,393,602
Improvements other than buildings	2,292,272	250,636	-	2,542,908
Equipment	5,572,774	555,708	160,898	5,967,584
Vehicles	7,710,001	1,007,414	615,704	8,101,711
Total accumulated depreciation	73,534,850	5,589,416	776,602	78,347,664
Governmental Activities - Net Capital Assets	\$125,672,706	\$ (147,246)	\$ 2,819,115	\$ 122,706,345
Depreciation expense was charged to governmen Judicial	ntal functions as fo	llows:		\$ 23,672
General government				710,578
Public safety				849,880
Public works				2,385,851
Recreation and culture				399,702
Capital assets held by the government's inte	rnal service funds	are		000,102
charged to the various functions based				1,219,733
Total depreciation expense				\$ 5,589,416

Costs to complete the construction in process are approximately \$602,000.

	Balance			Balance
	July 1, 2007	Additions	Deletions	June 30, 2008
<b>Business-Type Activities</b>				
Capital assets not depreciated:				
Land	\$ 1,866,468	\$ 470,714	\$ -	\$ 2,337,182
Construction in process	47,446,263	34,925,475	39,255,130	43,116,608
Capital assets being depreciated:				
Buildings	34,022,533	31,190,973	-	65,213,506
Improvements other than buildings	150,579,130	6,170,900	-	156,750,030
Equipment	23,556,160	7,847,017	411,606	30,991,571
Vehicles	23,258			23,258
Totals at historical cost	257,493,812	80,605,079	39,666,736	298,432,155
Less accumulated depreciation for:				
Buildings	19,598,857	1,585,291	_	21,184,148
Improvements other than buildings	50,632,963	2,834,165	_	53,467,128
Equipment	17,367,915	888,346	411,607	17,844,654
Vehicles	18,423	1,612	-	20,035
Total accumulated depreciation	87,618,158	5,309,414	411,607	92,515,965
Business-Type Activities - Net Capital Assets	\$ 169,875,654	\$ 75,295,665	\$ 39,255,129	\$ 205,916,190
Depreciation expense was charged to business- Water	type functions as	follows:		\$ 2,778,995
Sewer				2,530,419
Total depreciation expense				\$ 5,309,414

Costs to complete the construction in process are approximately \$41,252,000.

# **Component Units**

	Begi	Balance nning of Year	A	Additions		Deletions	E	Balance nd of Year
Wyoming Housing Commission								
Capital assets not depreciated:	•		•		•			
Land	\$	609,714	\$	-	\$	1,984	\$	607,730
Construction in progress		319,990		-		319,990		-
Capital assets being depreciated: Buildings		7,654,587		360,923		140,022		7,875,488
Leasehold improvements		-		183,345		-		183,345
Equipment		491,414		29,998		261,501		259,910
Totals at historical cost		9,075,705		574,265		723,497		8,926,473
Total accumulated depreciation		4,865,603		265,332		202,268		4,928,667
Wyoming Housing Commission - net capital assets		4,210,102		308,933		521,229		3,997,806
Wyoming Downtown Development Authority Capital assets not depreciated: Land		44,958		-		-		44,958
Capital Assets - Component Units	\$	4,255,060	\$	308,933	\$	521,229	\$	4,042,764

## **NOTE G - LONG-TERM OBLIGATIONS**

The following is a summary of individual issues comprising long-term obligations of the City at June 30, 2008 and the changes therein for the year then ended.

# **Primary Government**

	Interest Rates	Balances Beginning of Year		Additions		Deductions		Balances End of Year		Due Within One Year	
Governmental Activities:											
General Obligation Bonds				_		_		_		_	
1996	5.30% - 5.50%	\$	133,477	\$	-	\$	43,287	\$	90,190	\$	46,897
1997	4.70% - 5.00%		217,335		-		50,611		166,724		53,588
1998	4.45% - 4.80%		356,867		-		55,626		301,241		57,944
General Obligation Library	Bonds										
2000	5.25%		3,980,000		-		3,550,000		430,000		430,000
2008 Refunding Bonds	3.50%		-		2,985,000		-		2,985,000		60,000
Michigan Transportation G	eneral Obligation	Bonds	3								
1996	4.50% - 4.50%		1,450,000		-		330,000		1,120,000		350,000
1997	4.80% - 5.00%		1,375,000		-		255,000		1,120,000		265,000
1998	4.40% - 4.75%		780,000		-		120,000		660,000		125,000
1999	4.80% - 4.85%		740,000		-		95,000		645,000		95,000
2001	4.20% - 5.15%		600,000		_		45,000		555,000		45,000
2002	3.25% - 4.65%		1,025,000		_		70,000		955,000		75,000

	Interest Rates	Balances Beginning of Year				Additions	s Deductions		Balances End of Year			Due Within One Year	
Special Assessment Gene	eral Obligation Bor	nds											
1996	5.30% - 5.50%	\$ 135,000	\$	-	\$	45,000	\$	90,000	\$	50,000			
1997	4.80% - 5.00%	310,000		-		75,000		235,000		80,000			
1998	4.45% - 4.80%	655,000		-		115,000		540,000		115,000			
2002	3.15% - 4.40%	800,000		-		85,000		715,000		80,00			
2003	3.00% - 4.50%	440,000		-		40,000		400,000		40,00			
2005	3.50% - 4.30%	7,410,000		-		575,000		6,835,000		575,00			
Building Authority Bonds													
2000	5.375%	915,000		-		290,000		625,000		305,00			
2005	3.50% - 5.00%	12,965,000		-		620,000		12,345,000		640,00			
Compensated Absences		4,027,359		222,213		150,481		4,099,091		743,23			
Workers' Compensation C	Claims	1,197,579		77,210		189,162		1,085,627		220,99			
Total Governmental A	ctivities	\$ 39,512,617	\$	3,284,423	\$	6,799,167	\$	35,997,873	\$	4,452,65			
usiness-Type Activities:													
Contracts Payable:													
Kent County DPW, Wy		,					_		_				
1993	5.25% - 7.15%	\$ 1,660,000	\$	-	\$	815,000	\$	845,000	\$	845,00			
Kent County DPW, Wy	•	•											
2004	2.875% - 4.00%	4,815,000		-		450,000		4,365,000		465,00			
Water Supply System Rev	enue Bonds												
1999	5.05% - 5.30%	380,000		-		30,000		350,000		30,00			
2001	4.50% - 5.00%	6,630,000		-		300,000		6,330,000		315,00			
2002	3.50% - 4.70%	3,735,000		-		25,000		3,710,000		25,00			
2003	3.80% - 4.90%	875,000		-		40,000		835,000		40,00			
2005 Refunding	3.00% - 4.10%	1,985,000		-		190,000		1,795,000		205,00			
2005 CIP Bond Water	4.00% - 5.00%	3,760,000		-		105,000		3,655,000		115,00			
2006	4.00%	5,225,000		_		160,000		5,065,000		170,0			
2007	4.00% - 4.50%	26,775,000		-		-		26,775,000		-			
Sewage Disposal System	Revenue Bonds												
1999	5.00% - 5.30%	590,000		_		35,000		555,000		35,00			
2002	3.50% - 4.60%	3,340,000		_		140,000		3,200,000		150,00			
2003	3.55% - 4.90%	515,000		_		25,000		490,000		25,0			
2005 Refunding	3.50% - 5.00%	5,630,000		_		455,000		5,175,000		470,00			
2005 CIP Bond Sewage		40,800,000		- -		685,000		40,115,000		715,00			
General Obligation Bonds		.0,000,000				000,000		.0,0,000					
1996	5.05% - 5.50%	5,795		_		1,884		3,911		1,88			
1997	4.85% - 5.00%	8,405		_		1,967		6,438		2,0			
1998	4.45% - 4.80%	101,399		-		15,792		85,607		16,4			
General Obligation Bonds		,				,		, -		,			
1996	5.30% - 5.50%	45,723		_		14,832		30,891		14,83			
1997	4.70% - 5.00%	139,259		-		32,424		106,835		34,33			
1997	4.45% - 4.80%	311,748		-		32,424 48,563		263,185		50,60			
Compensated Absences		1,230,824		85,860		203,866		1,112,818		152,82			
Total Business-Type A	Activities	\$ 108,558,153	\$	85,860	\$	3,774,328	\$	104,869,685	\$	3,878,0			

## **Component Units**

Interest Rates	Balances Beginning of Year		Additions		Deductions		Balances End of Year		Due Within One Year	
velopment Authority										
5.625%	\$	140,254	\$	-	\$	36,297	\$	103,957	\$	38,440
mission										
ces		78,608		19,628		4,629		93,607		9,360
nits	\$	218,862	\$	19,628	\$	40,926	\$	197,564	\$	47,800
	Rates velopment Authority 5.625% mission ces	Rates Begin velopment Authority 5.625% \$ mission ces	Rates Beginning of Year velopment Authority 5.625% \$ 140,254 mission ces 78,608	Rates Beginning of Year A velopment Authority 5.625% \$ 140,254 \$ mission ces 78,608	Rates Beginning of Year Additions  velopment Authority 5.625% \$ 140,254 \$ -  mission ces 78,608 19,628	Rates Beginning of Year Additions Development Authority 5.625% \$ 140,254 \$ - \$  mission ces 78,608 19,628	Rates         Beginning of Year         Additions         Deductions           velopment Authority 5.625%         \$ 140,254         \$ -         \$ 36,297           mission ces         78,608         19,628         4,629	Rates         Beginning of Year         Additions         Deductions         Envelopment Authority           5.625%         \$ 140,254         \$ -         \$ 36,297         \$           mission ces         78,608         19,628         4,629	Rates         Beginning of Year         Additions         Deductions         End of Year           velopment Authority 5.625%         \$ 140,254         \$ -         \$ 36,297         \$ 103,957           mission ces         78,608         19,628         4,629         93,607	Rates         Beginning of Year         Additions         Deductions         End of Year         Overall Control           velopment Authority         5.625%         \$ 140,254         \$ - \$ 36,297         \$ 103,957         \$           mission ces         78,608         19,628         4,629         93,607

The General Obligation Bond Issues are backed by the full faith and credit of the City. Current debt service requirements are funded by City property tax revenues and are maintained in various Debt Service Funds. The Special Assessment Bonds are backed by the limited tax full faith and credit of the City. Debt service requirements are funded by special assessment levies. The Transportation Bonds are backed by the limited tax full faith and credit of the City. Debt service requirements are funded by transportation monies. The City pays the current debt service requirements on the bonds issued by the Wyoming Building Authority through lease payments to the Building Authority. The City has pledged its limited full faith and credit on these bonds. Also, for the governmental activities, compensated absences are generally liquidated by the general fund and internal service funds.

Recorded in the Enterprise Funds are general obligation contracts amounting to \$5,706,867 at June 30, 2008 for which the City's full faith and credit is pledged. It is anticipated that the principal and interest on this debt will continue to be serviced by these funds. Revenue Bond Issues are collateralized by the capital assets constructed from bond proceeds. The City ordinance authorizing the issuance of revenue bonds requires that separate bank accounts be established and funded annually for bond and interest requirements and for a replacement and maintenance reserve. The required amounts have been set aside by the City and are reflected as restricted assets on the balance sheet.

The annual requirements to pay principal and interest on the long-term bonds, notes, and contracts outstanding at June 30, 2008 are as follows:

Year	 Governmer	ital A	ctivities	Business-Type Activities				Component Unit			
Ending	Principal		Interest	Principal		Interest		Principal		nterest	
2009	\$ 3,488,429	\$	1,380,764	\$ 3,725,180	\$	4,513,498	\$	38,440	\$	4,937	
2010	3,542,766		1,230,749	3,843,623		4,384,737		40,691		2,686	
2011	3,531,818		1,106,364	3,993,206		4,235,124		24,826		477	
2012	3,092,579		923,900	4,117,421		4,075,463		-		-	
2013	2,847,563		785,460	4,307,437		3,910,740		-		-	
2014 - 2018	11,720,000		2,180,634	22,745,000		16,734,842		-		-	
2019 - 2023	2,590,000		169,852	24,800,000		11,752,371		-		-	
2024 - 2028	-		-	23,110,000		6,354,390		-		-	
2029 - 2032				 13,115,000		1,256,998				-	
	\$ 30,813,155	\$	7,777,723	\$ 103,756,867	\$	57,218,163	\$	103,957	\$	8,100	

(Continued)

The City of Wyoming is a party to certain agreements relating to Economic Development First Mortgage Revenue Bonds issued by the Economic Development Corporation of the City of Wyoming. The City has also issued Industrial Development Revenue Bonds under the Michigan Industrial Development Revenue Bond Act of 1963. These bonds are secured by the assets constructed or purchased with the bond proceeds and are generally guaranteed by the recipient organization and its officers. These bonds are not a liability of the City. The promissory note issued by the Wyoming Downtown Development Authority was issued in anticipation of Tax Increment Revenues on taxable properties in the Development area. The City has not pledged its limited full faith and credit on this promissory note.

The legal debt margin for general obligation bonds as of June 30, 2008 is \$ 227,543,341.

#### **Refunded Bonds**

Advance Refunding - In February 2008, the City of Wyoming issued \$2,985,000 of refunding bonds to advance refund portions of the 2000 General Obligation Library Bonds. This advance refunding was undertaken to reduce total debt service payments over the next 8 years by \$526,623, which resulted in an economic gain (difference between the present value of the old debt service payments on the old and new debt) of \$459,288. The bonds will be called on May 1, 2010.

In a prior year the City advance refunded another bond issue. The proceeds were used to purchase U.S. government securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments on the refunded debt. At June 30, 2008 the balances outstanding are as follows:

Library - \$ 2,985,000 Building Authority - \$3,140,000

#### NOTE H - PENSION AND POST-RETIREMENT HEALTH CARE TRUST FUND

#### **Defined Benefit Plan**

Plan Description

City of Wyoming Retirement System, a single employer, defined benefit public employees retirement system was created and administered under Chapter 58 of the City Code; this plan covers nearly all of the full-time employees of the City. The system provides retirement benefits to plan members and their beneficiaries. At June 30, 2008, the date of the most recent actuarial valuation, membership consisted of 320 retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them and 357 current active employees. The system does not issue separate financial statements.

#### **Significant Accounting Policies**

#### Basis of Accounting

The financial statements of the Retirement System have been prepared on the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Contributions from the City have been reflected when due and a formal commitment and/or statutory/contractual requirement to provide the contribution has been made. Payments to members have been reflected when due and payable in accordance with the terms of the plan.

#### Concentrations

As of June 30, 2008, no single investment exceeded 5% of plan assets.

Method Used to Value Investments

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

## **Benefits and Contributions Rates**

Employees who retire at or after age 60 (General), 50 (Police), or 55 (50, effective 9/6/05) (Fire) with 10 or more years of credited service (5 or more years for administrative employees) are entitled to annual retirement benefits, payable monthly for life, in an amount equal to 2.35% (Police Command Administrative), (General and Fire) and 2.25% (2.35% effective 6/30/10) and 2.35% (2.5% effective 7/2/01 with a 1.50% contribution and 2.7% effective 9/5/07 with a 3.59% contribution) (Police nonsupervisory), (Police Dispatchers), of their final average salary times years of credited service. There is an annual postretirement increase for police command members at least 60 years of age who retire after July 1, 1992 and general administrative members equal to 40% of the average annual increase in the CPI. The increase is limited to 5% per year.

## **Annual Pension Costs and Funding Policy**

During the year ended June 30, 2008, contributions from the City totaling \$3,487,953 were made in accordance with contribution requirements determined by an actuarial valuation of the plan as of June 30, 2006. The employer contributions consisted of \$3,135,291 for normal cost and \$352,662 for amortization of the unfunded actuarial accrued liability. Employer contributions represented 16.19% for June 30, 2008 covered payroll. As stated above, police members (non-supervisory) are required to contribute 3.59% of their gross pay while firefighters are required to contribute 1% of their gross pay to the plan. All other employees of the City are not required to contribute to the plan. The City is required to make annual contributions based on an actuarially computed percentage of covered wages in amounts sufficient to cover normal costs of benefits and amortize the prior service liabilities over a period of future years.

The City's funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are designed to accumulate sufficient assets to pay benefits when due.

The normal cost and actuarial accrued liability are determined using an individual entry age normal cost method. Unfunded actuarial accrued liabilities for pensions were amortized as a level percent of payroll over a period of 5 years. The City's annual pension cost is equal to the annual required contribution as reflected in the schedule of employer contributions located in the required supplementary (RSI) section. The amount for the year ending June 30, 2008 was \$3,418,003.

### Reserves

As of June 30, 2008, the plan's reserves have been fully funded as follows:

Employees' contributions Retired benefit payments **Employer contributions** 

846,633 55.533.767 68,863,072

Three-year trend information is as follows:

	Fiscal	Year Ended June	30,
	2008	2007	2006
Annual pension costs (APC) Percentage of APC	\$ 3,418,003 100%	\$ 2,445,893 100%	\$1,942,593 100%
Net pension obligation	-	-	-

#### **Funding Status and Funding Progress**

As of June 30, 2008, the most recent actuarial valuation date, the plan experienced a net change of approximately \$7,852,000 in the actuarial accrued liability while still being 100% funded. The actuarial value of assets of \$129,496,000 and actuarial accrued liability (AAL) was \$126,166,000, resulting in an over-funded actuarial accrued liability (UAAL) of \$3,330,000. The covered payroll (annual payroll for active employees covered by the plan) was \$21,550,080 and the ratio for the unfunded actuarial accrued liability to the covered payroll was (15.5)%. There were no changes in benefit provisions or in actuarial assumptions or methods during the year.

The schedule of funding progress, presented as RSI following the notes to the financial statements, present multi-year trend information about whether the actuarial value of plan assets if increasing or decreasing over time relative to the actuarial accrued liability for benefits.

## Defined Contribution (401(a)) Plan

All full-time employees, hired after the dates listed below, will be covered under a defined contribution plan. The Plan is administered by the City. The City will contribute 8% of the employee's base pay to the plan. Contributions for the year ended June 30, 2008 were \$98,326. After 1 year of service, the employees are 100% vested in their account. Employees covered under the defined contribution plan who are members of the General, Fire and Administrative groups may roll their actuarially accrued benefit into the defined contribution plan.

Administrative Fire Dispatch and Telephone Operators General Police Command Police Non-Supervisory	9/6/05 9/6/05 11/7/05 2/6/06 2/20/06 9/4/07
r once Non-Supervisory	3/4/01

#### **Other Postemployment Benefits**

The City provides healthcare benefits to all full-time employees and their beneficiaries upon retirement, based on the employee's year of service. The amount of the benefit is determined based on labor contracts and employee agreements. Currently, 223 retirees are eligible with 403 active participating employees.

The OPEB Plan is a single employer defined benefit plan and does not issue a separate stand-alone financial statement.

(Continued)

#### Post-Retirement Health Insurance Premiums

General members - \$10 per month (\$15 effective 2/6/06) times years of credited service, not to exceed 25 years, payable to age 60. For members hired before 2/6/06, after age 60, total premium amount for the lifetime of the retiree and spouse regardless of optional form of benefit selected. Dispatchers and Telephone Operators - \$10 per month (\$15, effective 7/2/05 and \$20, effective 7/2/07) times years of credited service, not to exceed 25 years, payable to age 60. Police members (non-supervisory) - \$10 per month (\$20 per month, effective 7/1/07) times years of credited service, not to exceed 30 years, payable to age 60. For members hired before 9/6/05, after age 60, total premium amount for the lifetime of the retiree and spouse regardless of optional form of retirement benefit selected. Police members (command) - \$15 per month (\$20, effective 2/20/06) times years of credited service, not to exceed 30 years, payable to age 60. For members hired before 7/1/05, after age 60, total premium amount for the lifetime of the retiree and spouse regardless of optional form of retirement benefit selected. Fire members - \$10 per month (\$15, effective 9/6/05) times years of credited service, not to exceed 30 years, payable to age 60. For members hired before 7/1/05, after age 60, total premium amount for the lifetime of the retiree and spouse regardless of optional form of retirement benefit selected. Administrative members hired before 7/1/04 of all groups - total premium amount for the lifetime of the retiree and spouse regardless of optional form of retirement benefit selected.

For administrative employees hired after the above specified date, the City shall contribute 4% per year toward the cost of the insurance premium once the employee has completed 5 years of service. For other groups, the City shall contribute 24% after 10 years of service plus 4% per year for each year of service thereafter. Except for members of the Dispatchers and Telephone Operators, whose coverage ceases at age 65, coverage will be for life for the member and spouse regardless of the form of benefit or retirement plan.

For employees hired after 7/2/07 (Administrative and Supervisory), 9/4/07 (Police non-supervisory) and 11/5/07 (Emergency Communications Operators), the City will contribute a flat dollar amount per pay period based on 4% of the combined average of participant's compensation in the preceding calendar year.

#### **Funding Policy**

The City, by ordinance, funds an OPEB Trust Fund based on the budgeted funds available. For the year ended June 30, 2008, the Trust Fund received employer contributions of \$2,652,521. The Trust Fund is reported in this financial statement; it does not issue its own statements.

The funding progress of the OPEB Plan as of the most recent valuation date is as follows:

Valuation as of June 30, 2007	
Actuarial value of assets	\$ 10,770,654
Actuarial accrued liability (AAL)	63,113,113
Unfunded AAL (UAAL)	52,342,459
Funded ratio	17.10%
Annual covered payroll	21,550,000
Ratio of UAAL to covered payroll	242.90%

The schedule of funding progress, presented as RSI following the notes to the financial statements, present multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

(Continued)

### Basis of Accounting

The financial statements of the OPEB Trust Fund have been prepared on the accrual basis of accounting. Contributions from the City have been reflected when due and a formal commitment and/or statutory/contractual requirement to provide the contribution has been made. Payments of health care premiums have been reflected when due and payable.

#### Concentrations

As of June 30, 2008, no single investment exceeded 5% of plan assets.

#### Method Used to Value Investments

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

While the City has not elected to early implement GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, it had a valuation of its retirement plan performed using the guidelines specified in GASB Statement No. 45 as of June 30, 2007. Based on this valuation, the City had an unfunded accrued liability of \$52,342,459.

### **Actuarial Methods and Assumptions**

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

#### **Defined Contribution Health Care Plan**

For employees hired after 7/2/07 (Administrative and Supervisory), 9/4/07 (Police non-supervisory) and 11/5/07 (Emergency Communications Operators) the City will contribute a flat dollar amount per pay period based on 4% of the combined average of participant's compensation in the preceding calendar year.

## **NOTE I - RISK MANAGEMENT AND BENEFITS**

The City has in place a self-insured risk management program, which encompasses various annual retention levels, depending upon the specific coverage and provides various additional coverage with excess insurance from Michigan Municipal Risk Management Authority (MMRMA). MMRMA also provides claims adjusting services, appraisal services, risk review and training. Workers' compensation insurance provides first-dollar coverage on all claims and the City assumes the first \$15,000 of damages to its vehicles with excess insurance provided by MMRMA up to \$1,500,000. Damages to all other forms of property are established with a \$1,000 deductible, with the City assuming 10% of the next \$100,000 and excess insurance over \$100,000 to \$300,000,000 is provided by MMRMA. Retention for general, public, police professional and vehicle liability is established at \$500,000, excess insurance with MMRMA

provides coverage from \$500,000 to \$15,000,000 and the City assumes total unlimited risk over and above \$15,000,000. The amount of settlements has not exceeded insurance coverage for each of the past three years.

The City manages its risks internally, except for employee life and vision insurance coverage, and has established assets for claim settlement in its Internal Service Funds. These funds allocate the cost of providing stop-loss insurance, claims servicing and claims payment by charging a "premium" to each fund and organization using various bases depending upon the type of coverage. The charges take into consideration recent trends in actual experience and also make provision for possible catastrophic losses. Liabilities are established when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Because actual claims liabilities depend upon such complex factors as inflation, changes in legal positions, and damage awards, the process used in computing claim liabilities does not necessarily result in an exact amount. Claims liabilities are periodically reevaluated to take into consideration recently settled claims, the frequency of claims and other economic and social factors.

Changes in the balances of claims liabilities during fiscal years 2007 and 2008 were as follows:

Year	Beginning of Fiscal Year	Current Year Claims and Changes in Estimates	Claims Payments	End of Fiscal Year
2007	\$ 1,339,501	\$ 6,251,753	\$ 6,393,675	\$ 1,197,579
2008	1,197,579	6,909,691	7,021,643	1,085,627

At June 30, 2008, the Insurance Fund held \$15,248,633 in cash, investments and accrued interest receivable. In the normal course of its activities the City becomes a party in various legal actions. Legal counsel and management of the City are of the opinion that the outcome of such actions will not have a material effect on the financial position of the City and, therefore, have not reflected loss reserves in the financial statements.

### **NOTE J - COMMITMENTS**

## **Construction Projects**

At June 30, 2008, the City had commitments related to the sewer plant expansion and rehabilitation of approximately \$254,000. The City also had commitments related to the water plant expansion and rehabilitation of approximately \$34,111,000, of which approximately \$19,381,000 will be paid for by another governmental unit.

# **Required Supplementary Information**

#### **GENERAL FUND**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget -	
			(Budgetary	Positive	
	Original	Final	Basis)	(Negative)	
Revenues:					
Taxes:					
Property	\$ 10,377,000	\$ 10,377,000	\$ 10,203,939	\$ (173,061)	
Industrial/commercial facilities	345,600	345,600	345,473	(127)	
Service charges in lieu of taxes	8,500	8,500	41,590	33,090	
Penalties and interest on					
delinquent property taxes	98,000	98,000	164,193	66,193	
Trailer fees	4,000	4,000	3,712	(288)	
Tax administration fees	1,044,600	1,044,600	1,028,759	(15,841)	
Total taxes	11,877,700	11,877,700	11,787,666	(90,034)	
Licenses and permits:					
Business licenses	115,000	115,000	110,036	(4,964)	
CATV fees	548,000	548,000	587,954	39,954	
Total licenses and permits	663,000	663,000	697,990	34,990	
Intergovernmental:					
Federal grants	4,500	836,690	584,307	(252,383)	
State shared revenues	6,078,900	6,078,900	6,126,491	47,591	
State grants	166,430	229,030	209,823	(19,207)	
Liquor license refunds	21,000	21,000	22,244	1,244	
School's share	148,190	148,190	146,627	(1,563)	
Local units share	184,600	184,600	136,350	(48,250)	
Other	64,500	64,500	62,140	(2,360)	
Total intergovernmental	6,668,120	7,562,910	7,287,982	(274,928)	
Fees and service charges:					
Board of appeals	20,000	20,000	13,750	(6,250)	
Industrial facilities tax application fees	24,000	24,000	18,545	(5,455)	
Planning fees	25,000	25,000	24,400	(600)	
Duplicating services	20,000	20,000	21,041	1,041	
Interfund services	3,502,740	3,502,740	3,502,200	(540)	
Police:					
OUIL/OUID cost reimbursement	26,000	26,000	22,420	(3,580)	
False alarm fees	12,000	12,000	6,641	(5,359)	
Fire false alarm fees	-	-	6,800	6,800	
Other fees	<u> </u>		149	149	
Total fees and service charges	3,629,740	3,629,740	3,615,946	(13,794)	

	Budgeted Amounts		Actual Amounts	Variance with Final Budget -
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues (Continued):			,	
Fines and forfeitures:				
Court fines and costs	\$ 1,900,000	\$ 1,900,000	\$ 1,700,483	\$ (199,517)
Building rental	141,000	142,250	137,510	(4,740)
Investment earnings	587,200	587,200	762,918	175,718
Donations		4,820	5,259	439
Miscellaneous	237,390	252,170	223,028	(29,142)
Total revenues	25,704,150	26,619,790	26,218,782	(401,008)
Expenditures:				
Legislative:				
Council	167,000	167,000	142,522	24,478
Judicial:				
District Court:				
Court	1,633,110	1,665,700	1,546,281	119,419
Probation	364,820	364,820	374,104	(9,284)
Total judicial	1,997,930	2,030,520	1,920,385	110,135
General government:				
Manager	561,930	636,930	516,056	120,874
Clerk:				
Elections	89,520	114,635	104,553	10,082
Clerk	446,550	446,550	441,645	4,905
Finance:				
Accounting	917,090	1,276,260	1,020,809	255,451
Treasurer	390,820	390,820	373,810	17,010
Computer services	1,685,520	1,769,640	1,581,718	187,922
Human resources	379,470	409,970	404,268	5,702
Assessor:				
Assessor	714,820	741,950	691,049	50,901
Board of review	4,630	4,630	4,903	(273)
Legal	370,000	370,000	296,732	73,268
Purchasing	114,720	114,720	113,769	951
Central services	293,400	293,400	267,248	26,152
City Hall	602,760	603,840	567,353	36,487
Other city property	603,810	603,810	603,362	448
Total general government	7,175,040	7,777,155	6,987,275	789,880

#### **GENERAL FUND**

Year Ended June 30, 2008 (Continued)

Expenditures (Continued):	Budgeted Amounts Original Final		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)	
Public safety:					
Police:					
Administrative services	\$ 643,920	\$ 867,320	\$ 646,013	\$ 221,307	
Police building	813,220	837,410	811,160	26,250	
Records management	459,550	459,550	443,597	15,953	
Criminal investigation services	2,032,630	2,034,650	1,940,711	93,939	
Technical support unit	649,260	649,760	617,598	32,162	
Patrol	7,567,360	8,234,010	8,109,343	124,667	
Crossing guards	70,480	70,480	58,394	12,086	
Senior volunteers	34,280	34,280	23,411	10,869	
Training	60,000	60,490	46,725	13,765	
Training - Act 32 and 302 funds	26,000	54,227	39,785	14,442	
Communications	1,778,090	1,778,090	1,643,961	134,129	
Jail	571,710	571,710	433,897	137,813	
Total police	14,706,500	15,651,977	14,814,595	837,382	
Fire:					
Administration	256,810	256,810	250,205	6,605	
Buildings	474,800	529,050	426,650	102,400	
Fire fighting	3,699,180	3,703,030	3,550,561	152,469	
Prevention	225,040	225,040	211,781	13,259	
Training	6,000	6,000	2,886	3,114	
Total fire	4,661,830	4,719,930	4,442,083	277,847	
Planning	305,430	356,730	346,810	9,920	
Zoning board of appeals	7,250	7,250	6,087	1,163	
Civil defense	24,580	75,560	1,559	74,001	
Total public safety	19,705,590	20,811,447	19,611,134	1,200,313	
Public works:					
Community action programs	12,080	12,080	12,128	(48)	
Street lighting	780,000	780,000	754,854	25,146	
Other	57,000	57,000	5,351	51,649	
Total public works	849,080	849,080	772,333	76,747	
Health and welfare:					
Economic development	18,000	18,000	18,000	-	

	Budgeted Amounts		Actual Amounts	Variance with Final Budget -	
	Original	Final	(Budgetary Basis)	Positive (Negative)	
Expenditures (Continued):					
Recreation and culture:					
Cable TV commission	\$ 202,760	\$ 210,360	\$ 225,143	\$ (14,783)	
Facilities		2,400	263	2,137	
Total recreation and culture	202,760	212,760	225,406	(12,646)	
Miscellaneous:					
Compensated absences	161,000	161,000	95,533	65,467	
Contingency	83,600	83,600		83,600	
Total miscellaneous	244,600	244,600	95,533	149,067	
Capital Outlay:					
Capital outlay			273,410	(273,410)	
Total expenditures	30,360,000	32,110,562	30,045,998	2,064,564	
Deficiency of revenues over expenditures	(4,655,850)	(5,490,772)	(3,827,216)	1,663,556	
Other financing sources:					
Proceeds from sale of capital assets	-	-	3,758	3,758	
Transfer from:					
Fire Fund	1,745,200	1,745,200	1,726,554	(18,646)	
Police Fund	2,910,650	2,910,650	2,877,681	(32,969)	
Drug Law Enforcement Fund	-	41,200	41,200	-	
Motor Pool Fund			43,511	43,511	
Total other financing sources	4,655,850	4,697,050	4,692,704	(4,346)	
Net change in fund balance	-	(793,722)	865,488	1,659,210	
FUND BALANCE, beginning of year	7,656,712	7,656,712	7,656,712		
FUND BALANCE, end of year	\$ 7,656,712	\$ 6,862,990	\$ 8,522,200	\$ 1,659,210	

#### SPECIAL REVENUE FUND

#### **MAJOR STREET FUND**

	Budgeted Amounts Original Final		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)	
Revenues:					
Licenses and permits	\$ 240,000	\$ 240,000	\$ 236,822	\$ (3,178)	
Intergovernmental:					
Act 51 state shared	3,590,000	3,590,000	3,487,026	(102,974)	
Fees and service charges	25,000	25,000	2,823	(22,177)	
Investment earnings	33,400	33,400	21,932	(11,468)	
Miscellaneous	16,500	16,500	43,242	26,742	
Total revenues	3,904,900	3,904,900	3,791,845	(113,055)	
Expenditures:					
Public works:					
Highways and streets:					
Street maintenance	1,129,670	1,298,730	1,218,562	80,168	
Traffic services	1,046,100	1,038,600	904,245	134,355	
Winter maintenance	691,340	959,710	947,236	12,474	
Street administration	573,710	618,370	595,862	22,508	
Total expenditures	3,440,820	3,915,410	3,665,905	249,505	
Excess (deficiency) of revenues over expenditures	464,080	(10,510)	125,940	136,450	
Other financing uses:					
Transfers out:					
Local Street Fund	(600,000)	(600,000)	(600,000)		
Net change in fund balance	(135,920)	(610,510)	(474,060)	136,450	
FUND BALANCE, beginning of year	1,175,060	1,175,060	1,175,060		
FUND BALANCE, end of year	\$ 1,039,140	\$ 564,550	\$ 701,000	\$ 136,450	

#### SPECIAL REVENUE FUND

#### **LOCAL STREET FUND**

	Budge Original	eted Amounts Final	Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)	
Revenues:					
Licenses and permits	\$ 25,000	\$ 25,000	\$ 18,461	\$ (6,539)	
Intergovernmental:				,	
Act 51 state shared	1,115,000	1,115,000	1,072,088	(42,912)	
Fees and service charges	15,000	15,000	1,882	(13,118)	
Investment earnings	60,200	60,200	68,250	8,050	
Miscellaneous	9,500	9,500	19,322	9,822	
Total revenues	1,224,700	1,224,700	1,180,003	(44,697)	
Expenditures:					
Public works:					
Highways and streets:					
Street maintenance	844,450	916,830	866,273	50,557	
Traffic services	293,890	298,890	263,916	34,974	
Winter maintenance	377,060	608,610	640,159	(31,549)	
Street administration	362,040	370,440	367,793	2,647	
Total expenditures	1,877,440	2,194,770	2,138,141	56,629	
Deficiency of revenues over expenditures	(652,740)	(970,070)	(958,138)	11,932	
Other financing sources:					
Transfers in:					
Major Street Fund	600,000	600,000	600,000		
Net change in fund balance	(52,740)	(370,070)	(358,138)	11,932	
FUND BALANCE, beginning of year	1,557,718	1,557,718	1,557,718	<u>-</u>	
FUND BALANCE, end of year	\$ 1,504,978	\$ 1,187,648	\$ 1,199,580	\$ 11,932	

#### SPECIAL REVENUE FUND

#### PARKS AND RECREATION FUND

	Budgeted Amounts		Actual Amounts (Budgetary	Variance with Final Budget - Positive
	Original	Final	Basis)	(Negative)
Revenues:				
Taxes:				
Property	\$ 3,333,000	\$ 3,333,000	\$ 3,278,458	\$ (54,542)
Industrial/commercial facilities	111,000	111,000	110,977	(23)
Service charges in lieu of taxes	2,000	2,000	13,360	11,360
Intergovernmental:				
State grants	72,940	579,660	470,248	(109,412)
County grants	127,710	211,270	120,014	(91,256)
Local grants	3,500	3,500	3,500	-
Fees and service charges:				
Senior programs fees	-	12,000	14,648	2,648
Parks and recreation fees	218,540	218,540	233,242	14,702
Building rental	4,300	4,300	4,262	(38)
Investment earnings	83,300	83,300	98,884	15,584
Donations	200	20,020	60,860	40,840
Miscellaneous	105,570	105,570	7,355	(98,215)
Total revenues	4,062,060	4,684,160	4,415,808	(268,352)
Expenditures:				
Health and welfare:				
Senior wellness program	127,710	221,090	140,992	80,098
Recreation and culture:				
Parks:				
Administration	854,720	883,120	872,774	10,346
Park facilities	1,916,580	2,288,920	1,691,419	597,501
Park ranger program	35,990	35,990	36,787	(797)
Senior center (north)	387,180	408,220	345,994	62,226
Recreation	417,230	419,230	372,647	46,583
21st century programs	72,940	567,620	458,205	109,415
Capital outlay		_	421,541	(421,541)
Total expenditures	3,812,350	4,824,190	4,340,359	483,831
Net change in fund balance	249,710	(140,030)	75,449	215,479
FUND BALANCE, beginning of year	741,107	741,107	741,107	
FUND BALANCE, end of year	\$ 990,817	\$ 601,077	\$ 816,556	\$ 215,479

#### COMMUNITY DEVELOPMENT BLOCK GRANT FUND

	Budget Original	ed Amounts Final	Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)	
Revenues:					
Intergovernmental:					
Federal grants	\$ 481,520	\$ 860,560	\$ 543,172	\$ (317,388)	
Loan repayments	-	-	65,522	65,522	
Miscellaneous	<u> </u>	7,030	62,660	55,630	
Total revenues	481,520	867,590	671,354	(196,236)	
Expenditures:					
Health and welfare:					
Community development:					
Administration	113,370	123,970	88,385	35,585	
Rehabilitation	432,750	642,286	504,857	137,429	
Bike way signs	4,000	4,000	3,523	477	
Tree replacement	8,000	8,000	2,871	5,129	
Trash pickup	26,000	26,000	17,386	8,614	
Home repair services	35,000	35,000	34,832	168	
Fair housing	17,000	17,000	17,000	-	
Clearance activities	5,000	13,650	2,500	11,150	
Contingency	22,930	22,330	<u> </u>	22,330	
Total expenditures	664,050	892,236	671,354	220,882	
Net change in fund balance	(182,530)	(24,646)	-	24,646	
FUND BALANCE, beginning of year					
FUND BALANCE (DEFICIT), end of year	\$ (182,530)	\$ (24,646)	\$ -	\$ 24,646	

# CITY OF WYOMING, MICHIGAN SCHEDULE OF FUNDING PROGRESS

#### **PENSION PLAN**

	(1)	(2)	(3)	(4)	(5)	(6)
	(1)	(2)	(3)	(4)	(5)	UAAL as a
		Actuarial	Unfunded			Percentage
Actuarial	Actuarial	Accrued	AAL	Funded	Annual	of Covered
Valuation	Value of	Liability	(UAAL)	Ratio	Covered	Payroll
Date	Assets	(AAL)	(2) - (1)	(1) / (2)	Payroll	(3) / (5)
0/00/0000	<b>*</b> * * * * * * * * * * * * * * * * * *	<b>*</b> •= •=• •••	<b>*</b> (4.4.000.000)			(00.0)(
6/30/2003	\$ 111,389,000	\$ 97,359,000	\$ (14,030,000)	114.4 %	\$ 22,002,000	(63.8) %
6/30/2004	111,034,000	102,175,000	(8,859,000)	108.7	22,467,000	(39.4)
6/30/2005	110,582,000	106,174,000	(4,408,000)	104.2	20,881,000	(21.1)
6/30/2006	113,663,000	115,225,000	1,562,000	98.6	22,874,000	6.8
6/30/2007	121,400,000	118,313,000	(3,087,000)	102.6	22,411,000	(13.8)
6/30/2008	129,496,000	126,166,000	(3,330,000)	102.6	21,550,000	(15.5)

## CITY OF WYOMING, MICHIGAN SCHEDULE OF EMPLOYER CONTRIBUTIONS

#### **PENSION PLAN**

Year Ended June 30, 2008

Year Ended June 30,	·	Annual ontribution Required	Percentage Contributed
2003 2004 2005 2006 2007 2008	\$	1,858,465 1,496,346 1,436,202 1,942,593 2,445,893 3,418,003	100 % 100 100 100 100

The information presented above was determined as part of the actuarial valuations at the dates indicated. Additional information as of June 30, 2008, the latest actuarial valuation, follows:

Valuation date	June 30, 2008
Actuarial cost method	Entry Age
Amortization method	Level percent of payroll, open
Remaining amortization period	5 years closed pension
Asset valuation method	Open 5 year smoothed
Actuarial assumptions:	·
Investment rate of return	7.75%
Projected salary increase	4.5% - 8.5%
Includes wage inflation at	4.50%

#### CITY OF WYOMING, MICHIGAN SCHEDULE OF FUNDING PROGRESS OPEB PLAN

	(1)	(2)	(3)	(4)	(5)	(6)
						UAAL as a
		Actuarial	Unfunded			Percentage
Actuarial	Actuarial	Accrued	AAL	Funded	Annual	of Covered
Valuation	Value of	Liability	(UAAL)	Ratio	Covered	Payroll
Date	Assets	(AAL)	(2) - (1)	(1) / (2)	Payroll	(3) / (5)

<sup>\*</sup> Prior years data is not available as the City implemented GASB 43 in the current year.

## CITY OF WYOMING, MICHIGAN SCHEDULE OF EMPLOYER CONTRIBUTIONS

#### **OPEB PLAN**

Year Ended June 30, 2008

Year Ended June 30,	_	Annual Contribution Required	Co	Annual Actual ontributions	Percentage Contributed
2006 2007	\$	N/A 4.997.413	\$	2,345,572 2,907,575	N/A 58.18%
2008	Ψ	4,007,410 N/A		2,652,521	N/A

The information presented above was determined as part of the actuarial valuations at the dates indicated. Additional information as of June 30, 2007, the latest actuarial valuation, follows:

Valuation date	June 30, 2007
Actuarial cost method	Entry Age
Amortization method	Level percent of payroll, open
Amortization period	30 years open
Asset valuation method	Market Value
Actuarial assumptions:	
Investment rate of return	7.75%
Projected salary increase	4.5% - 8.5%
Includes wage inflation at	4.50%

# **Nonmajor Governmental Funds**

### CITY OF WYOMING, MICHIGAN NONMAJOR GOVERNMENTAL FUNDS

#### SPECIAL REVENUE FUNDS

#### Fire Fund

To account for capital improvements and contributions to the General Fund for operations of the Fire Department. This fund is financed by a special tax levy.

#### Police Fund

To account for capital improvements and contributions to the General Fund for operations of the Police Department. This fund is financed by a special tax levy.

#### Sidewalk Snow Removal Fund

To account for the removal of snow from all City sidewalks. This fund is financed by a special tax levy.

#### Yard Waste Disposal Fund

To account for the disposal of yard waste. This fund is financed by a special tax levy.

#### **Building Inspections Fund**

To account for operations of building inspections department. The establishment of a separate fund was required by Public Act 245 of 1999. Financing is provided primarily by permit fees.

#### **Drug Law Enforcement Fund**

To account for revenue earmarked for drug law enforcement under the provisions of Public Act 135 of 1985 being Section 333.7523 of the Compiled Laws of 1979, as amended.

#### **Library Fund**

To account for the operation and maintenance of a public library facility. This fund is financed by a special tax millage.

#### **DEBT SERVICE FUNDS**

#### **Water Supply Bonds Fund**

To account for the retirement of 1964 Water Supply bond obligations. Financing is provided by a General Obligation Bonded Tax levy.

#### **General Obligation Library Bonds Fund**

To account for the retirement of General Obligation Library bonds issued in 2000 for library building construction. Financing is provided by a General Obligation Bonded Tax levy.

#### **General Obligation Limited Tax Bonds Fund**

To account for the retirement of General Obligation Limited Tax bonds issued in 1996 and 1997 for street construction and improvements. Monies for debt service are transferred from capital improvement millage levies.

#### **Special Assessment Bonds Fund**

To account for the retirement of Special Assessment bonds issued in 1996 and 1997 for street construction and improvements, including water and sewer main replacements and extensions. Financing is provided by special assessments on the benefiting property.

#### Michigan Transportation Fund - Major and Local Street Funds

To account for the retirement of Michigan Transportation Fund bonds issued for street construction and improvements. Although Act 51 monies are obligated for this purpose, debt service is being financed by capital improvement millage levies.

#### **Building Authority Bonds Fund**

To account for the retirement of City of Wyoming Building Authority bonds for Motor Pool, Fire, Police and other municipal building projects.

## CITY OF WYOMING, MICHIGAN COMBINING BALANCE SHEET

#### NONMAJOR GOVERNMENTAL FUNDS

June 30, 2008

	Special Revenue Funds									
Assets		Fire	F	Police	Sidewalk Snow Removal	Yard Waste Disposal	Building Inspections	En	Drug Law forcement	Library
<u></u>										
Cash and cash equivalents	\$	11	\$	11	\$ 12,673	\$ 54,855	\$ 9,590	\$	2,174	\$ 115,455
Investments		88		89	104,896	454,043	79,377		17,994	955,651
Receivables (net of										
allowance for										
for uncollectibles):										
Accounts				-	-	-	49,240		-	
Accrued interest		1		-	627	2,716	475		108	5,717
Due from other governmental units										10,257
Total assets	\$	100	\$	100	\$ 118,196	\$ 511,614	\$ 138,682	\$	20,276	\$ 1,087,080
Liabilities and Fund Balances										
Liabilities:										
Accounts payable	\$	-	\$	-	\$ -	\$ 16,697	\$ 14,133	\$	-	\$ 17,604
Deposits							34,160			
Total liabilities						16,697	48,293			17,604
Fund balances:										
Reserved for encumbrances		-		-	-	-	5,490		-	-
Unreserved:										
Designated for:										
Debt service		-		-	-	-	-		-	-
Subsequent fiscal year		-		-	-	19,610	13,900		-	157,660
Undesignated		100		100	118,196	475,307	70,999		20,276	911,816
Total fund balances		100		100	118,196	494,917	90,389		20,276	1,069,476
Total liabilities and										
fund balances	\$	100	\$	100	\$ 118,196	\$ 511,614	\$ 138,682	\$	20,276	\$ 1,087,080

						Deb	t Service	Funds						
									Michigan	М	ichigan			
		C	General	Ge	eneral			Tra	nsportation	Tran	sportation			
V	/ater	O	bligation	Obli	igation	Sp	ecial		Fund -	F	Fund -	В	uilding	
Sı	upply	ı	Library	Limit	ted Tax	Asse	ssment		Major		Local	Αι	Authority	
B	onds		Bonds	В	onds	B	onds		Street		Street		Bonds	
											_			
\$	_	\$	9,125	\$	-	\$	_	\$	135	\$	50	\$	3,000	
	-		75,526		-		-		1,118		413		-	
	-		-		-		-		-		-		-	
	-		452		-		-		7		2		-	
	-		-						-					
\$	-	\$	85,103	\$		\$		\$	1,260	\$	465	\$	3,000	
\$	-	\$	-	\$	-	\$	-	\$	1,260	\$	465 -	\$	-	
						-								
	-						-		1,260		465		-	
	_		-		-		-		-		-		-	
	_		85,103		-		_		_		-		3,000	
	-		-		-		-		-		-		-	
	-													
	_		85,103		_		_		_		_		3,000	
		_	22,.00									-	2,300	
\$	_	\$	85,103	\$	_	\$	_	\$	1,260	\$	465	\$	3,000	
<u> </u>		· —	-,	_		_		_	, , , , ,	_		_	-,	

(Continued)

### CITY OF WYOMING, MICHIGAN COMBINING BALANCE SHEET

#### NONMAJOR GOVERNMENTAL FUNDS

June 30, 2008 (Continued)

	Total		
		Nonmajor	
	G	overnmental	
		Funds	
<u>Assets</u>		_	
Cash and cash equivalents	\$	207,079	
Investments		1,689,195	
Receivables (net of			
allowance for			
for uncollectibles):			
Accounts		49,240	
Accrued interest		10,105	
Due form other governmental units		10,257	
Total assets	\$	1,965,876	
<b>Liabilities and Fund Balances</b>			
Liabilities:			
Accounts payable	\$	50,159	
Deposits		34,160	
Total liabilities		84,319	
Fund balances:			
Reserved for encumbrances		5,490	
Unreserved:		0,100	
Designated for:			
Debt service		88,103	
Subsequent fiscal year		191,170	
Undesignated		1,596,794	
O. Good St. Co.		1,000,704	
Total fund balances		1,881,557	
Total liabilities and			
fund balances	\$	1,965,876	

# CITY OF WYOMING, MICHIGAN COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS

	Special Revenue Funds							
	Fire	Police	Sidewalk Snow Removal	Yard Waste Disposal	Building Inspections	Drug Law Enforcement	Library	
Revenues:								
Taxes	\$1,701,337	\$ 2,835,637	\$ 340,188	\$ 272,243	\$ -	\$ -	\$ 181,351	
Licenses and permits	-	-	-	-	811,176	-	-	
Intergovernmental	-	-	-	-	-	-	41,027	
Fees and service								
charges	-	-	-	-	137,829	-	-	
Fines and forfeitures	-	-	-	-	-	6,800	-	
Building rental	-	-	-	-	-	-	3,925	
Investment earnings	25,217	42,044	13,901	31,291	16,379	2,747	65,266	
Miscellaneous			-	4,700	83		8	
Total revenues	1,726,554	2,877,681	354,089	308,234	965,467	9,547	291,577	
Expenditures:								
Current:								
Public safety	-	-	-	-	1,243,105	-	-	
Public works	-	-	328,724	289,141	38,138	-	-	
Recreation and culture	-	-	-	-	-	-	371,881	
Miscellaneous	-	-	-	_	10,389	-	-	
Debt service:								
Principal retirement	-	-	-	-	-	-	-	
Issue costs	-	-	-	_	-	-	-	
Interest and fiscal agent								
fees								
Total expenditures			328,724	289,141	1,291,632		371,881	
Excess (deficiency) of revenues over expenditures	1,726,554	2,877,681	25,365	19,093	(326,165)	9,547	(80,304)	
Other financing sources (uses):								
Bonds issued	-	-	-	-	-	-	-	
Premium on bonds issued	-	-	-	-	-	-	-	
Payments to escrow agent	-	-	-	-	-	-	-	
Transfers in	-	-	-	-	-	-	-	
Transfers out	(1,726,554)	(2,877,681)				(41,200)		
Total other financing sources (uses)	(1,726,554)	(2,877,681)				(41,200)		
Net change in fund balances	-	-	25,365	19,093	(326,165)	(31,653)	(80,304)	
FUND BALANCES, beginning of year	100	100	92,831	475,824	416,554	51,929	1,149,780	
FUND BALANCES, end of year	\$ 100	\$ 100	\$118,196	\$ 494,917	\$ 90,389	\$ 20,276	\$ 1,069,476	

Debt Service	Funds
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Water Supply Bonds		General Obligation Library Bonds		Obligation Library		Obli Limit	neral gation ed Tax onds	Asse	ecial ssment onds	Trar	lichigan nsportation Fund - Major Street	Tran F	ichigan sportation Fund - Local Street	А	Building Luthority Bonds
\$	407	\$	658,355	\$	-	\$	-	\$	-	\$	-	\$	-		
	-		-		-		-		-		-		-		
	-		-		-		-		-		-		-		
	-		-		-		-		-		-		-		
	-		-		-		-		-		-		-		
	-		-		-		-		-		-		1,582,422		
	-		30,213		-		-		-		-		-		
	407		688,568				_						- 1,582,422		
	-		-		-		-		-		-		-		
	-		-		-		-		-		-		-		
	-		-		-		-		-		-		-		
	-		-		-		-		-		-		-		
	-		410,000	1	49,524	9:	35,000		548,589		366,411		910,000		
	-		82,133		-		-		-		-		-		
			474,852		35,083	3	94,023		185,389		91,684		672,422		
			966,985	1	84,607	1,3	29,023		733,978		458,095		1,582,422		
	407		(278,417)	(1	84,607)	(1,3	29,023)		(733,978)		(458,095)				
	-	2	2,985,000		-		-		-		-		-		
	-		57,697		-		-		-		-		-		
	-	(2	2,956,615)		-		-		-		-		-		
	-		943	1	84,607	1,3	29,023		733,978		458,095		-		
	(943)		-		-		-		-		-		-		
	(943) (536)		87,025 (191,392)	1	84,607	1,3	29,023		733,978		458,095		<del>-</del>		
	536		276,495				_		_		_		3,000		
•		_		_		•						_			
\$	-	\$	85,103	\$	-	\$	-	\$		\$		\$	3,000		

(Continued)

# CITY OF WYOMING, MICHIGAN COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS

Year Ended June 30, 2008 (Continued)

	Total Nonmajor Governmental Funds	
Revenues:		
Taxes	\$ 5,989,518	
Licenses and permits	811,176	
Intergovernmental	41,027	7
Fees and service		
charges	137,829	
Fines and forfeitures	6,800	)
Building rental	1,586,347	7
Investment earnings	227,058	3
Miscellaneous	4,79	1
Total revenues	8,804,546	ô
Expenditures:		
Current:		
Public safety	1,243,105	5
Public works	656,003	3
Recreation and culture	371,88	
Miscellaneous	10,389	9
Debt service:		
Principal retirement	3,319,524	4
Issue costs	82,133	3
Interest and fiscal agent		
fees	1,853,453	3
Total expenditures	7,536,488	В
Excess (deficiency) of revenues over expenditures	1,268,058	8
Other financing sources (uses):		
Bonds issued	2,985,000	О
Premium on bonds issued	57,697	7
Payments to escrow agent	(2,956,615	5)
Transfers in	2,706,646	ô
Transfers out	(4,646,378	3)
Total other financing sources (uses)	(1,853,650	0)
Net change in fund balances	(585,592	2)
FUND BALANCES, beginning of year	2,467,149	9
FUND BALANCES, end of year	\$ 1,881,557	7

#### FIRE FUND

	Budget	ed Amounts	Actual Amounts	Variance with Final Budget - Positive		
	Original	Final	(Budgetary Basis)	(Negative)		
Revenues:	Original	Tillai	Dusisy	(Negative)		
Taxes:						
Property	\$ 1,666,000	\$ 1,666,000	\$ 1,639,169	\$ (26,831)		
Industrial/commercial facilities	55,500	55,500	55,488	(12)		
Service charges in lieu of taxes	1,000	1,000	6,680	5,680		
Investment earnings	22,700	22,700	25,217	2,517		
Total revenues	1,745,200	1,745,200	1,726,554	(18,646)		
Other financing use:						
Transfers out:						
General Fund	(1,745,200)	(1,745,200)	(1,726,554)	18,646		
Net change in fund balance	-	-	-	-		
FUND BALANCE, beginning of year	100	100	100			
FUND BALANCE, end of year	\$ 100	\$ 100	\$ 100	\$ -		

#### POLICE FUND

	Budgete	ed Amounts	Actual Amounts (Budgetary	Variance with Final Budget - Positive		
	Original Final		Basis)	(Negative)		
Revenues:						
Taxes:						
Property	\$ 2,777,000	\$ 2,777,000	\$ 2,732,023	\$ (44,977)		
Industrial/commercial facilities	92,500	92,500	92,481	(19)		
Service charges in lieu of taxes	1,650	1,650	11,133	9,483		
Investment earnings	39,500	39,500	42,044	2,544		
Total revenues	2,910,650	2,910,650	2,877,681	(32,969)		
Other financing use:						
Transfers out:						
General Fund	(2,910,650)	(2,910,650)	(2,877,681)	32,969		
Net change in fund balance	-	-	-	-		
FUND BALANCE, beginning of year	100	100	100			
FUND BALANCE, end of year	\$ 100	\$ 100	\$ 100	\$ -		

## SPECIAL REVENUE FUND SIDEWALK SNOW REMOVAL FUND

	Budget	ted Amounts	Actual Amounts (Budgetary	Variance with Final Budget - Positive	
	Original	Final	Basis)	(Negative)	
Revenues:					
Taxes:					
Property	\$ 333,000	\$ 333,000	\$ 327,755	\$ (5,245)	
Industrial/commercial facilities	11,100	11,100	11,097	(3)	
Service charges in lieu of taxes	200	200	1,336	1,136	
Investment earnings	10,900	10,900	13,901	3,001	
Total revenues	355,200	355,200	354,089	(1,111)	
Expenditures:					
Public works:					
Highways and streets:					
Administration	34,440	34,440	34,440	-	
Sidewalks	313,470	338,470	294,284	44,186	
Total expenditures	347,910	372,910	328,724	44,186	
Net change in fund balance	7,290	(17,710)	25,365	43,075	
FUND BALANCE, beginning of year	92,831	92,831	92,831		
FUND BALANCE, end of year	\$ 100,121	\$ 75,121	\$ 118,196	\$ 43,075	

## SPECIAL REVENUE FUND YARD WASTE DISPOSAL FUND

	Budgeted Amounts  Original Final		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
Revenues:				
Taxes:				
Property	\$ 266,000	\$ 266,000	\$ 262,296	\$ (3,704)
Industrial/commercial facilities	8,800	8,800	8,878	78
Service charges in lieu of taxes	200	200	1,069	869
Investment earnings	21,300	21,300	31,291	9,991
Miscellaneous	3,000	3,000	4,700	1,700
Total revenues	299,300	299,300	308,234	8,934
Expenditures:				
Public works:				
Highways and streets:				
Administration	13,730	13,730	13,680	50
Leaf disposal	245,300	370,420	275,461	94,959
Total expenditures	259,030	384,150	289,141	95,009
Net change in fund balance	40,270	(84,850)	19,093	103,943
FUND BALANCE, beginning of year	475,824	475,824	475,824	
FUND BALANCE, end of year	\$ 516,094	\$ 390,974	\$ 494,917	\$ 103,943

### SPECIAL REVENUE FUND BUILDING INSPECTIONS FUND

		Budgeted Amounts		Variance with Final Budget - Positive
Revenues:	<u>Original</u>	Final	Basis)	(Negative)
Licenses and permits:				
Building permits	\$ 900,000	\$ 900,000	\$ 517,118	\$ (382,882)
Electrical permits	122,000	122,000	112,739	(9,261)
Mechanical permits	100,000	100,000	90,799	(9,201)
Plumbing and sewer permits	66,000	66,000	61,125	(4,875)
Other permits	44,000	44,000	18,595	(25,405)
Business licenses	7,000	7,000	10,800	3,800
Fees and service charges:	7,000	7,000	10,000	3,000
Rental registration fees	81,000	81,000	77,844	(3,156)
Weed control fees	40,000	53,000	53,507	507
Demolition	17,000	17,000	6,478	(10,522)
Investment earnings	3,800	3,800	16,379	12,579
Miscellaneous	-	-	83	83
Total revenues	1,380,800	1,393,800	965,467	(428,333)
Expenditures:				
Public safety:				
Inspections	1,359,400	1,359,400	1,243,105	116,295
Public works:				
Sanitation-weed control	29,430	42,430	38,138	4,292
Miscellaneous:				
Compensated absences	10,100	10,100	10,389	(289)
Total expenditures	1,398,930	1,411,930	1,291,632	120,298
Net change in fund balance	(18,130)	(18,130)	(326,165)	(308,035)
FUND BALANCE, beginning of year	416,554	416,554	416,554	
FUND BALANCE, end of year	\$ 398,424	\$ 398,424	\$ 90,389	\$ (308,035)

## SPECIAL REVENUE FUND DRUG LAW ENFORCEMENT FUND

	Budgete	ed Amounts Final	Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
Revenues:				, ,
Fines and forfeitures:				
Forfeitures	\$ 10,000	\$ 10,000	\$ 6,800	\$ (3,200)
Investment earnings	1,600	1,600	2,747	1,147
Total revenues	11,600	11,600	9,547	(2,053)
Other financing use: Transfers out:				
General Fund		(41,200)	(41,200)	
Net change in fund balance	11,600	(29,600)	(31,653)	(2,053)
FUND BALANCE, beginning of year	51,929	51,929	51,929	
FUND BALANCE, end of year	\$ 63,529	\$ 22,329	\$ 20,276	\$ (2,053)

#### SPECIAL REVENUE FUND

#### **LIBRARY FUND** Year Ended June 30, 2008

	Budget	ted Amounts	Actual Amounts (Budgetary	Variance with Final Budget - Positive
	Original	Final	Basis)	(Negative)
Revenues:				
Taxes:				
Property	\$ 177,000	\$ 177,000	\$ 174,720	\$ (2,280)
Industrial/commercial facilities	5,900	5,900	5,918	18
Service charges in lieu of taxes	110	110	713	603
Intergovernmental:				
Local contribution	41,020	41,020	41,027	7
Building rental	4,000	4,000	3,925	(75)
Investment earnings	47,300	47,300	65,266	17,966
Miscellaneous			8	8
Total revenues	275,330	275,330	291,577	16,247
Expenditures:				
Recreation and culture:				
Building and grounds	427,530	427,530	341,281	86,249
Administration	30,700	30,700	30,600	100
Total expenditures	458,230	458,230	371,881	86,349
Net change in fund balance	(182,900)	(182,900)	(80,304)	102,596
FUND BALANCE, beginning of year	1,149,780	1,149,780	1,149,780	
FUND BALANCE, end of year	\$ 966,880	\$ 966,880	\$ 1,069,476	\$ 102,596

#### DEBT SERVICE FUND

#### WATER SUPPLY BONDS FUND

	Or	Budge iginal	ted Amou	unts Final	Am (Bu	ctual nounts dgetary asis)	Final Po	nce with Budget - ositive gative)
Revenues:								
Taxes:								
General property taxes	\$	-	\$	-	\$	407	\$	407
Other financing use:								
Transfers out:								
General Obligation Library Bond Fund						(943)		(943)
Net change in fund balance		-		-		(536)		(536)
FUND BALANCE, beginning of year						536		536
FUND BALANCE, end of year	\$	-	\$		\$	-	\$	

#### DEBT SERVICE FUND

#### **GENERAL OBLIGATION LIBRARY BONDS FUND**

Revenues:	Budge Original	Budgeted Amounts  Original Final		Variance with Final Budget - Positive (Negative)	
Taxes:					
			<b>A</b> 00404 <b>7</b>	<b>4</b> (0.000)	
General property taxes	\$ 644,000	\$ 644,000	\$ 634,317	\$ (9,683)	
Industrial/commercial facilities tax	21,400	21,400	21,455	55	
Service charges in lieu of taxes	400	400	2,583	2,183	
Investment earnings	22,100	22,100	30,213	8,113	
Total revenues	687,900	687,900	688,568	668	
Expenditures:					
Debt service:					
Principal retirement	410,000	410,000	410,000	-	
Interest on bonds	211,100	417,470	474,252	(56,782)	
Issue costs	-	52,850	82,133	(29,283)	
Fiscal agent fees	300	300	600	(300)	
Total expenditures	621,400	880,620	966,985	(86,365)	
Excess (deficiency) of revenues over expenditures	66,500	(192,720)	(278,417)	(85,697)	
Other financing sources (uses):					
Bonds issued	-	-	2,985,000	2,985,000	
Premium on bonds issued	-	-	57,697	57,697	
Payment to escrow agent	-	-	(2,956,615)	(2,956,615)	
Transfers in:					
1964 Water Supply Bond Fund			943	943	
Total other financing sources	-	-	87,025	87,025	
Net change in fund balance	66,500	(192,720)	(191,392)	1,328	
FUND BALANCE, beginning of year	276,495	276,495	276,495		
FUND BALANCE, end of year	\$ 342,995	\$ 83,775	\$ 85,103	\$ 1,328	

#### **GENERAL OBLIGATION LIMITED TAX BONDS FUND**

	Budget Original	ed Amounts Final	Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Debt service:				
Principal retirement	149,700	149,700	149,524	176
Interest on bonds	34,700	34,700	34,528	172
Fiscal agent fees	560	560	555	5
Total expenditures	184,960	184,960	184,607	353
Deficiency of revenues over expenditures	(184,960)	(184,960)	(184,607)	353
Other financing source:				
Transfers in:				
Capital Improvement Fund	184,960	184,960	184,607	(353)
Net change in fund balance	-	-	-	-
FUND BALANCE, beginning of year				
FUND BALANCE, end of year	\$ -	\$ -	\$ -	\$ -

#### SPECIAL ASSESSMENT BONDS FUND

	Budge Original	eted Amounts Final	Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)	
Revenues	\$ -	\$ -	\$ -	\$ -	
Expenditures:  Debt service:					
Principal retirement	935,000	935,000	935,000	-	
Interest on bonds	392,600	392,600	392,356	244	
Fiscal agent fees	2,020	2,020	1,667	353	
Total expenditures  Deficiency of revenues over expenditures	1,329,620	1,329,620	1,329,023	597 597	
Other financing source: Transfers in:		\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	<b>,</b> , , ,		
Capital Projects Revolving Fund	1,329,620	1,329,620	1,329,023	(597)	
Net change in fund balance	-	-	-	-	
FUND BALANCE, beginning of year					
FUND BALANCE, end of year	\$ -	\$ -	\$ -	\$ -	

#### MICHIGAN TRANSPORTATION FUND - MAJOR STREET

	Budger Original	ted Amounts Final	Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Debt service:				
Principal retirement	548,700	548,700	548,589	111
Interest on bonds	184,300	184,300	184,129	171
Fiscal agent fees	1,650	1,650	1,260	390
Total expenditures  Deficiency of revenues over expenditures	734,650	734,650	733,978	672
Deliciency of revenues over experialities	(734,650)	(734,650)	(733,978)	672
Other financing source:  Transfers in:  Capital Improvement Fund	734.650	734,650	733,978	(672)
Capital Improvement and	734,030	7 34,030	733,970	(072)
Net change in fund balance	-	-	-	-
FUND BALANCE, beginning of year				
FUND BALANCE, end of year	\$ -	\$ -	\$ -	\$ -

#### MICHIGAN TRANSPORTATION FUND - LOCAL STREET

	Budget	ed Amounts	Actual Amounts	Variance with Final Budget -
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues	\$	\$	\$ -	\$ -
Expenditures:				
Debt service:				
Principal retirement	366,600	366,600	366,411	189
Interest on bonds	92,600	92,600	91,219	1,381
Fiscal agent fees	600	600	465	135
Total expenditures	459,800	459,800	458,095	1,705
Deficiency of revenues over expenditures	(459,800)	(459,800)	(458,095)	1,705
Other financing source:				
Transfers in:				
Capital Improvement Fund	459,800	459,800	458,095	(1,705)
Net change in fund balance	-	-	-	-
FUND BALANCE, beginning of year				
FUND BALANCE, end of year	\$ -	\$ -	\$ -	\$ -

## DEBT SERVICE FUND BUILDING AUTHORITY BONDS FUND

	Budgeti Original	ed Amounts Final	Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)	
Revenues:					
Building rental	\$ 1,583,950	\$ 1,583,950	\$ 1,582,422	\$ (1,528)	
Expenditures:					
Debt service:					
Principal retirement	910,000	910,000	910,000	-	
Interest on bonds	671,950	671,950	671,931	19	
Fiscal agent fees	2,000	2,000	491	1,509	
Total expenditures	1,583,950	1,583,950	1,582,422	1,528	
Net change in fund balance					
FUND BALANCE, beginning of year	3,000	3,000	3,000		
FUND BALANCE, end of year	\$ 3,000	\$ 3,000	\$ 3,000	\$ -	

# **Other Supplementary Information**

#### CITY OF WYOMING, MICHIGAN SCHEDULE OF CAPITAL ASSETS AND DEPRECIATION ENTERPRISE FUND

#### **WATER FUND**

	Assets					
	Balance July 1, 2007	Additions	Deletions	Balance June 30, 2008		
Land	\$ 1,672,184	\$ 470,714	\$ -	\$ 2,142,898		
Building and improvements	15,859,559			15,859,559		
Improvements other than buildings:						
Water mains	35,434,094	1,900,301	-	37,334,395		
Sewer mains	140,655	-	-	140,655		
Water towers and reservoirs	12,118,755	-	-	12,118,755		
Treatment plant	2,504,956	-	-	2,504,956		
Services	4,416,468	348,360	-	4,764,828		
Line hydrants	614,202	198,256	-	812,458		
Electrical substation	752,055	-	-	752,055		
Intake main	34,175,176			34,175,176		
	90,156,361	2,446,917		92,603,278		
Machinery and equipment:						
Treatment	3,704,410	-	-	3,704,410		
Pumping	7,148,586	-	-	7,148,586		
Laboratory	331,718	17,440	8,010	341,148		
Tools and working	461,466	1,746,111	-	2,207,577		
Furniture and fixtures	192,311	59,000	-	251,311		
Vehicles	8,058	-	-	8,058		
Other	415,362	7,225		422,587		
	12,261,911	1,829,776	8,010	14,083,677		
Construction in progress	10,098,180	34,696,068	1,930,583	42,863,665		
	\$ 130,048,195	\$ 39,443,475	\$ 1,938,593	\$ 167,553,077		

	Accumul	ated Depreciation		_
Balance			Balance	Net Book
July 1, 2007	Depreciati	on Deletions	June 30, 2008	Value
			<del>-</del>	-
\$ -	\$ -		\$ -	\$ 2,142,898
7,367,112	630,4	65_ <u>-</u>	7,997,577	7,861,982
10,776,232	537,50	04 -	11,313,736	26,020,659
15,517	3,10	03 -	18,620	122,035
4,903,064	408,1	31 -	5,311,195	6,807,560
1,342,905	99,08	- 86	1,441,991	1,062,965
3,402,182	94,18	- 83	3,496,365	1,268,463
129,994	9,30	06 -	139,300	673,158
56,404	18,8	01 -	75,205	676,850
9,834,854	546,2	40	10,381,094	23,794,082
30,461,152	1,716,3	54 -	32,177,506	60,425,772
3,187,516	57,43	22	3,244,949	459,461
5,894,244	285,1		6,179,363	969,223
236,648	18,7			93,735
246,833	37,3	•	284,190	1,923,387
156,960	10,49		167,455	83,856
3,223	1,6		4,835	3,223
343,444	21,3		364,829	57,758
10,068,868	432,1	76 8,010	10,493,034	3,590,643
-				42,863,665
\$ 47,897,132	\$ 2,778,9	95 \$ 8,010	\$ 50,668,117	\$ 116,884,960

#### CITY OF WYOMING, MICHIGAN SCHEDULE OF CAPITAL ASSETS AND DEPRECIATION ENTERPRISE FUND

#### **SEWER FUND**

	Assets						
	Balance			Balance			
	July 1, 2007	Additions	Deletions	June 30, 2008			
Land	\$ 194,284	\$ -	\$ -	\$ 194,284			
Building and improvements	18,162,974	31,190,973		49,353,947			
Improvements other than buildings:							
Sewer mains	50,712,246	1,286,640	_	51,998,886			
Lift stations	57,165	-	_	57,165			
Electrical substation	647,300	_	-	647,300			
Water mains	258,045	-	-	258,045			
Disposal plant	8,748,013	2,437,343		11,185,356			
	60,422,769	3,723,983		64,146,752			
Machinery and equipment:							
Treatment	6,651,251	21,130	-	6,672,381			
Pumping	728,688	-	-	728,688			
Laboratory	653,993	19,700	249,334	424,359			
Tools and working	2,749,709	3,374,545	9,735	6,114,519			
Office	130,679	5,219	29,054	106,844			
Vehicles	15,200	-	-	15,200			
Other	387,987	2,596,647	115,473	2,869,161			
	11,317,507	6,017,241	403,596	16,931,152			
Construction in progress	37,348,083	229,407	37,324,547	252,943			
	\$ 127,445,617	\$ 41,161,604	\$ 37,728,143	\$ 130,879,078			

Balance July 1, 2007	Depreciation	Deletions	Balance June 30, 2008	Net Book Value
\$ -	\$ -	\$	\$ -	\$ 194,284
12,231,745	954,826		13,186,571	36,167,376
15,150,911	768,996	-	15,919,907	36,078,979
28,853	866	-	29,719	27,446
48,548	16,183	-	64,731	582,569
15,639	3,910	-	19,549	238,496
4,927,860	327,856		5,255,716	5,929,640
20,171,811	1,117,811	<u>-</u>	21,289,622	42,857,130
5,509,517	225,503	-	5,735,020	937,361
520,059	21,539	_	541,598	187,090
566,327	25,746	249,334	342,739	81,620
260,121	162,643	9,735	413,029	5,701,490
94,763	12,230	29,055	77,938	28,906
15,200	-	-	15,200	-
351,483	10,121	115,473	246,131	2,623,030
7,317,470	457,782	403,597	7,371,655	9,559,497
	<del>-</del>	<u>-</u> _	<u>-</u> _	252,943
\$ 39,721,026	\$ 2,530,419	\$ 403,597	\$ 41,847,848	\$ 89,031,230

### CITY OF WYOMING, MICHIGAN COMBINING STATEMENT OF NET ASSETS

#### **INTERNAL SERVICE FUNDS**

June 30, 2008

<u>Assets</u>	Motor Pool Fund	Insurance Fund	Total
Current assets:			
Cash and cash equivalents	\$ 11	\$ 2,040,688	\$ 2,040,699
Investments	88	13,129,405	13,129,493
Accrued interest receivable	1	78,540	78,541
Inventory	79,403	-	79,403
Prepaid items		222,350	222,350
Total current assets	79,503	15,470,983	15,550,486
Restricted assets:			
Cash and cash equivalents	391,956	-	391,956
Investments	3,244,257	-	3,244,257
Accrued interest receivable	19,406		19,406
Total restricted assets	3,655,619		3,655,619
Capital assets:			
Property and equipment	15,871,239	-	15,871,239
Less accumulated depreciation	11,276,055		11,276,055
Net capital assets	4,595,184		4,595,184
Total assets	8,330,306	15,470,983	23,801,289
<u>Liabilities</u>			
Current liabilities:			
Accounts payable	174,049	542,822	716,871
Current portion:			
Compensated absences, workers'			
compensation and death benefits	10,548	220,994	231,542
Total current liabilities	184,597	763,816	948,413
Long-term liabilities (net of current portion):			
Compensated absences, workers'			
compensation and death benefits	79,445	864,633	944,078
Total liabilities	264,042	1,628,449	1,892,491
Net Assets			
Invested in capital assets	4,595,184	-	4,595,184
Unrestricted	3,471,080	13,842,534	17,313,614
Total net assets	\$ 8,066,264	\$ 13,842,534	\$ 21,908,798

## CITY OF WYOMING, MICHIGAN COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS INTERNAL SERVICE FUNDS

	Motor Pool Fund	Insurance Fund	Total
Operating revenues:		_	
Charges for services	\$ 63,599	9 \$ -	\$ 63,599
Equipment rentals	3,015,201	1 -	3,015,201
Building rentals	335,160	0 -	335,160
Premiums	-	8,922,711	8,922,711
Total operating revenues	3,413,960	8,922,711	12,336,671
Operating expenses:			
Administrative and general	425,269	9 583,554	1,008,823
Equipment and building operations	2,401,55	1 -	2,401,551
Depreciation	1,219,733	-	1,219,733
Insurance claims and premiums		6,909,691	6,909,691
Total operating expenses	4,046,553	7,493,245	11,539,798
Operating income (loss)	(632,593	1,429,466	796,873
Nonoperating revenues (expenses):			
Investment earnings	196,173	3 768,016	964,189
Interest expense	-	(77,210)	(77,210)
Gain on disposal of capital assets	90,794	4 -	90,794
Miscellaneous income	926	6 78,729	79,655
Total nonoperating revenues	287,893	3 769,535	1,057,428
Income before capital contributions and transfers	(344,700	2,199,001	1,854,301
Capital contributions	131,382	2 -	131,382
Transfers out	(43,51		(43,511)
Change in net assets	(256,829	9) 2,199,001	1,942,172
Net assets, beginning of year	8,323,093	3 11,643,533	19,966,626
Net assets, end of year	\$ 8,066,264	4 \$ 13,842,534	\$ 21,908,798

### CITY OF WYOMING, MICHIGAN COMBINING STATEMENT OF CASH FLOWS

#### **INTERNAL SERVICE FUNDS**

Payments to employees         (683,627)         (425,893)         (1,079,820)           Payments to internal service funds and administrative fees         (623,205)         (254,413)         (677,618)           Other receipts         926         78,729         79,655           Net cash provided by operating activities         502,679         1,389,555         1,882,234           Cash flows from (for) capital and related financing activities:           Acquisition of capital assets         (552,216)         -         (552,216)           Interest paid         -         (77,210)         (77,210)           Contributed capital, net of transfers out         87,871         -         96,746           Proceeds from sale of capital assets         (387,599)         (77,210)         (444,809)           Cash flows from (for) investing activities         (315,999)         (77,210)         (444,809)           Cash flows from (for) investing activities         (315,999)         (1,946,262)         (2,262,261)           Net cash used by investing activities         (119,826)         (1,178,246)         (1,298,072)           Net cash used by investing activities         (119,826)         (1,178,246)         (1,298,072)           Net cash used by investing activities		<u> </u>	Motor Pool Fund		Insurance Fund		Total
Payments to suppliers         (1,635,875)         (6,931,649)         (8,567,524)           Payments to employees         (653,627)         (425,833)         (1,079,520)           Payments to internal service funds and administrative fees         (623,205)         (254,413)         (877,618)           Other receipts         926         78,729         79,655           Net cash provided by operating activities         502,679         1,389,555         1,892,234           Cash flows from (for) capital and related financing activities:         (552,216)         -         (552,216)           Interest paid         -         (77,210)         (77,210)         (77,210)           Contributed capital, net of transfers out         87,871         -         96,746           Net cash used by capital and related financing activities         (367,599)         (77,210)         (444,809)           Cash flows from (for) investing activities           Investment earnings         196,173         768,016         96,418           Net cash used by investing activities         (315,999)         (1,178,246)         (1,268,072)           Net cash used by investing activities         (119,826)         (1,178,246)         1,298,072           Net cash used by investing activities         (119,826)         31,309         (1	Cash flows from (for) operating activities:						
Payments to employees         (653,627)         (425,833)         (1,079,520)           Payments to internal service funds and administrative fees         (623,205)         (254,413)         (677,618)           Other receipts         926         78,729         79,655           Net cash provided by operating activities         502,679         1,389,555         1,892,234           Cash flows from (for) capital and related financing activities:           Acquisition of capital assets         (552,216)         -         (552,216)           Interest paid         -         (77,210)         (77,210)           Contributed capital, net of transfers out         87,871         -         96,746           Net cash used by capital and related financing activities         (387,599)         (77,210)         (444,809)           Cash flows from (for) investing activities:           Investment earnings         196,743         768.016         964,189           Net cash used by investing activities:         (119,826)         (1,178,246)         (1,298,072)           Net cash used by investing activities         (119,826)         (1,178,246)         (1,298,072)           Net cash used by investing activities         (119,826)         (1,178,246)         (1,298,072)           N	Receipts from customers	\$	3,414,460	\$	8,922,781	\$	12,337,241
Payments to internal service funds and administrative fees         (623,205)         (2254,413)         (877,618)           Other receipts         926         78,729         78,656           Net cash provided by operating activities         502,679         1,389,555         1,892,234           Cash flows from (for) capital and related financing activities:           Interest paid         -         (77,210)         (77,210)           Contributed capital, net of transfers out         87,871         -         87,871           Proceeds from sale of capital assets         96,746         -         96,746           Net cash used by capital and related financing activities         (387,599)         (77,210)         (444,809)           Cash flows from (for) investing activities:           Investment earnings         196,173         768,016         96,189           Net change in investments         (315,999)         (1,946,262)         (2,262,281)           Net cash used by investing activities         (119,826)         (1,178,246)         (1,298,072)           Net increase in cash and cash equivalents         15,254         134,099         149,353           CASH AND CASH EQUIVALENTS, beginning of year         376,713         1,906,589         2,283,302           Change in fair value of i	Payments to suppliers		(1,635,875)		(6,931,649)		(8,567,524)
Other receipts         326         78,729         79,655           Net cash provided by operating activities         502,679         1,389,555         1,892,234           Cash flows from (for) capital and related financing activities         505,2679         1,389,555         1,892,234           Acquisition of capital assets         (552,216)         - C         (552,216)         - C         (77,210)         (444,809)         (77,210)         (444,809)         (77,210)         (444,809)         (77,210)         (444,809)         (77,210)         (444,809)         (77,210)         (444,809)         (77,210)         (77,210)         (77,210)         (444,809)         (77,210)         (77,210)         (77,210)         (77,210)         (77,210)         (77,210)         (77,210)         (77,210)         (	Payments to employees		(653,627)		(425,893)		(1,079,520)
Net cash provided by operating activities         502.679         1,389.555         1,892.234           Cash flows from (for) capital and related financing activities:         Cash flows from (for) capital assets         (552.216)         .         (552.216)         .         (552.216)         .         (552.216)         .         (552.216)         .         (77.210)	Payments to internal service funds and administrative fees		(623,205)		(254,413)		(877,618)
Cash flows from (for) capital and related financing activities:         (552,216)         . (552,216)           Acquisition of capital assets         (552,216)         . (77,210)         (77,210)           Interest paid         . (77,210)         (77,210)         (77,210)           Contributed capital, net of transfers out         87,871         . 98,746         . 98,746           Proceeds from sale of capital assets         96,746         . 77,210         (444,808)           Net cash used by capital and related financing activities         . (367,599)         (77,210)         (444,808)           Cash flows from (for) investing activities:           Investment earnings         196,173         768,016         964,189           Net change in investments         (315,999)         (1,146,262)         (2,262,261)           Net cash used by investing activities         (119,826)         (1,178,246)         (1,298,072)           Net increase in cash and cash equivalents         15,254         134,099         149,353           CASH AND CASH EQUIVALENTS, beginning of year         376,713         1,906,589         2,283,302           CASH AND CASH EQUIVALENTS, end of year         \$ 27,908         \$ 37,853         \$ 65,761           Reconciliation of operating income (loss) to net cash provided by operating activities:	Other receipts		926	-	78,729		79,655
Acquisition of capital assets         (552,216)         -         (552,216)           Interest paid         -         (77,210)         (77,210)           Contributed capital, net of transfers out         87,871         -         87,871           Proceeds from sale of capital assets         96,746         -         96,746           Net cash used by capital and related financing activities         (367,599)         (77,210)         (444,809)           Cash flows from (for) investing activities           Investment earnings         196,173         768,016         964,189           Net change in investments         (315,999)         (1,946,262)         (2,262,261)           Net cash used by investing activities         (119,826)         (1,178,246)         (1,298,072)           Net cash used by investing activities         (119,826)         (1,178,246)         (1,298,072)           Net cash and cash equivalents         15,254         134,099         149,353           CASH AND CASH EQUIVALENTS, beginning of year         376,713         1,906,589         2,283,302           Change in fair value of investments         \$ 27,908         \$ 37,853         \$ 65,761           Reconciliation of operating income (loss) to net cash provided by operating activities:           Operating income (loss)	Net cash provided by operating activities		502,679		1,389,555		1,892,234
Interest paid	Cash flows from (for) capital and related financing activities:						
Interest paid	Acquisition of capital assets		(552,216)		-		(552,216)
Contributed capital, net of transfers out         87,871         -         87,871           Proceeds from sale of capital assets         96,746         -         96,746           Net cash used by capital and related financing activities         (367,599)         (77,210)         (444,809)           Cash flows from (for) investing activities:         196,173         768,016         964,189           Net change in investments         (315,999)         (1,946,262)         (2,262,261)           Net cash used by investing activities         (119,826)         (1,178,246)         (1,298,072)           Net increase in cash and cash equivalents         15,254         134,099         149,353           CASH AND CASH EQUIVALENTS, beginning of year         376,713         1,906,589         2,283,302           CASH AND CASH EQUIVALENTS, end of year         \$ 391,967         \$ 2,040,688         2,432,655           Noncash Investing Activities           Change in fair value of investments         \$ 27,908         37,853         65,761           Reconciliation of operating income (loss) to net cash provided by operating activities:           Operating activities:           Depreciation         1,219,733         -         1,219,733           Adjustments to reconcile operating income (los	Interest paid		-		(77,210)		
Proceeds from sale of capital assets         96,746         -         96,746           Net cash used by capital and related financing activities         (367,599)         (77,210)         (444,809)           Cash flows from (for) investing activities:           Investment earnings         196,173         768,016         964,189           Net change in investments         (315,999)         (1,946,262)         (2,262,281)           Net cash used by investing activities         (119,826)         (1,178,246)         (1,298,072)           Net increase in cash and cash equivalents         15,254         134,099         149,353           CASH AND CASH EQUIVALENTS, beginning of year         376,713         1,906,589         2,283,002           Noncash Investing Activities           Noncash Investing Activities           Reconciliation of operating income (loss) to net cash provided by operating activities         331,967         3,763         3,765           Reconciliation of operating income (loss) to net cash provided by operating income (loss) to net cash provided by operating activities:         36,32,593         1,429,466         3,796,873           Depreciation come (loss)         1,219,733         1,219,733         1,219,733         1,219,733         1,219,733         1,219,733         1,219,733	Contributed capital, net of transfers out		87.871		-		
Cash flows from (for) investing activities:   Investment earnings	·				-		
Cash flows from (for) investing activities:   Investment earnings	Not each used by capital and related financing activities		(267 500)		(77.240)		(444.900)
Investment earnings   196,173   768,016   964,189   Net change in investments   (315,999)   (1,946,262)   (2,262,261)   Net change in investments   (119,826)   (1,178,246)   (1,298,072)   Net increase in cash and cash equivalents   15,254   134,099   149,353   CASH AND CASH EQUIVALENTS, beginning of year   376,713   1,906,589   2,283,302   CASH AND CASH EQUIVALENTS, end of year   \$391,967   \$2,040,688   \$2,432,655   \$2,640,688   \$2,640,688   \$2,640,688   \$2,640,688   \$2,640,688   \$2,640,688   \$2,640,688   \$2,640,688   \$2,640,688   \$2,640,688   \$2,640,688   \$2,640,688   \$2,640,688   \$2,640,688   \$2,640,688   \$2,640,688   \$2,640,688	ivet cash used by capital and related illianting activities		(367,399)		(77,210)		(444,609)
Net change in investments         (315,999)         (1,946,262)         (2,262,261)           Net cash used by investing activities         (119,826)         (1,178,246)         (1,298,072)           Net increase in cash and cash equivalents         15,254         134,099         149,353           CASH AND CASH EQUIVALENTS, beginning of year         376,713         1,906,589         2,283,302           Noncash Investing           Noncash Investing           Express of size of provided by operating income (loss) to net cash provided by operating activities:           Operating income (loss) to net cash provided by operating activities:           Depreciation         (632,593)         1,429,466         796,873           Adjustments to reconcile operating income (loss) to net cash provided by operating activities:         1,219,733         -         1,219,733           Miscellaneous cash received         926         78,729         79,655           Changes in operating assets and liabilities:         500         70         570           Inventory         (48,608)         -         (48,608)           Prepaid items         -         400         400           Accounts payable         (30,761)         (7,158)         (37,919)	Cash flows from (for) investing activities:						
Net cash used by investing activities         (119,826)         (1,178,246)         (1,298,072)           Net increase in cash and cash equivalents         15,254         134,099         149,353           CASH AND CASH EQUIVALENTS, beginning of year         376,713         1,906,589         2,283,302           Noncash Investing Activities           Change in fair value of investments         \$ 391,967         \$ 2,040,688         \$ 2,432,655           Reconciliation of operating income (loss) to net cash provided by operating activities:           Operating income (loss)         \$ (632,593)         \$ 1,429,466         \$ 796,873           Adjustments to reconcile operating income (loss) to net cash provided by operating activities:         \$ (632,593)         \$ 1,429,466         \$ 796,873           Depreciation         \$ 1,219,733	Investment earnings		196,173		768,016		964,189
Net increase in cash and cash equivalents         15,254         134,099         149,353           CASH AND CASH EQUIVALENTS, beginning of year         376,713         1,906,589         2,283,302           Noncash Investing Activities           Change in fair value of investments         \$ 391,967         \$ 2,040,688         \$ 2,432,655           Reconciliation of operating income (loss) to net cash provided by operating activities:           Operating income (loss)         \$ (632,593)         \$ 1,429,466         \$ 796,873           Adjustments to reconcile operating income (loss) to net cash provided by operating activities:         Poperating income (loss)         \$ (532,593)         \$ 1,429,466         \$ 796,873           Depreciation         \$ 1,219,733         \$ 1,219,733         \$ 1,219,733         \$ 1,219,733         \$ 1,219,733         \$ 1,219,733         \$ 79,655           Changes in operating assets and liabilities:         \$ 2,040,688         \$ 79,655         \$ 700         \$ 70         \$ 700         \$ 70         \$ 700         \$ 70         \$ 700         \$ 70         \$ 700         \$ 700         \$ 70         \$ 70         \$ 70         \$ 70         \$ 70         \$ 70         \$ 70         \$ 70         \$ 70         \$ 70         \$ 70         \$ 70         \$ 70         \$ 70         \$ 70         \$ 70	Net change in investments		(315,999)		(1,946,262)		(2,262,261)
CASH AND CASH EQUIVALENTS, beginning of year         376,713         1,906,589         2,283,302           CASH AND CASH EQUIVALENTS, end of year         \$ 391,967         \$ 2,040,688         \$ 2,432,655           Noncash Investing Activities           Change in fair value of investments         \$ 27,908         \$ 37,853         \$ 65,761           Reconciliation of operating income (loss) to net cash provided by operating activities:         \$ (632,593)         \$ 1,429,466         \$ 796,873           Adjustments to reconcile operating income (loss) to net cash provided by operating activities:         \$ 1,219,733         \$ 796,873           Depreciation         1,219,733         \$ 1,219,733         \$ 1,219,733           Miscellaneous cash received         926         78,729         79,655           Changes in operating assets and liabilities:         \$ 500         70         570           Inventory         (48,608)         \$ (48,608)         \$ (48,608)           Prepaid items         \$ 400         400           Accounts payable         \$ (30,761)         (7,158)         (37,919)           Compensated absences, workers' compensation and         \$ 30,761)         (7,158)         (37,919)	Net cash used by investing activities		(119,826)		(1,178,246)		(1,298,072)
CASH AND CASH EQUIVALENTS, end of year         \$ 391,967         \$ 2,040,688         \$ 2,432,655           Noncash Investing Activities           Change in fair value of investments         \$ 27,908         \$ 37,853         \$ 65,761           Reconciliation of operating income (loss) to net cash provided by operating activities:         Operating income (loss) to net cash provided by operating income (loss) to net cash provided by operating activities:           Depreciation         1,219,733         -         1,219,733           Miscellaneous cash received         926         78,729         79,655           Changes in operating assets and liabilities:         Accounts receivable         500         70         570           Inventory         (48,608)         -         (48,608)           Prepaid items         -         400         400           Accounts payable         (30,761)         (7,158)         (37,919)	Net increase in cash and cash equivalents		15,254		134,099		149,353
Noncash Investing Activities   \$27,908   \$37,853   \$65,761	CASH AND CASH EQUIVALENTS, beginning of year		376,713		1,906,589		2,283,302
Change in fair value of investments         \$ 27,908         \$ 37,853         \$ 65,761           Reconciliation of operating income (loss) to net cash provided by operating activities:         S (632,593)         \$ 1,429,466         \$ 796,873           Adjustments to reconcile operating income (loss) to net cash provided by operating activities:         S (632,593)         \$ 1,429,466         \$ 796,873           Depreciation         1,219,733         -         1,219,733           Miscellaneous cash received         926         78,729         79,655           Changes in operating assets and liabilities:         500         70         570           Inventory         (48,608)         -         (48,608)           Prepaid items         -         400         400           Accounts payable         (30,761)         (7,158)         (37,919)           Compensated absences, workers' compensation and         -         (30,761)         (7,158)         (37,919)	CASH AND CASH EQUIVALENTS, end of year	\$	391,967	\$	2,040,688	\$	2,432,655
Reconciliation of operating income (loss) to net cash provided by operating activities:           Operating income (loss)         \$ (632,593)         \$ 1,429,466         \$ 796,873           Adjustments to reconcile operating income (loss) to net cash provided by operating activities:         Toppreciation         1,219,733         - 1,219,733         - 1,219,733         - 1,219,733         Miscellaneous cash received         926         78,729         79,655         79,655         70         570         570         1,000         <	Noncash Investin	g Activitie	s				
Operating activities:         \$ (632,593)         \$ 1,429,466         \$ 796,873           Adjustments to reconcile operating income (loss) to net cash provided by operating activities:         \$ 1,219,733         - 1,219,733           Depreciation         1,219,733         - 1,219,733           Miscellaneous cash received         926         78,729         79,655           Changes in operating assets and liabilities:         500         70         570           Inventory         (48,608)         - (48,608)         - (48,608)           Prepaid items         - 400         400           Accounts payable         (30,761)         (7,158)         (37,919)           Compensated absences, workers' compensation and         (30,761)         (7,158)         (37,919)	Change in fair value of investments	\$	27,908	\$	37,853	\$	65,761
Operating activities:         \$ (632,593)         \$ 1,429,466         \$ 796,873           Adjustments to reconcile operating income (loss) to net cash provided by operating activities:         \$ 1,219,733         - 1,219,733           Depreciation         1,219,733         - 1,219,733           Miscellaneous cash received         926         78,729         79,655           Changes in operating assets and liabilities:         500         70         570           Inventory         (48,608)         - (48,608)         - (48,608)           Prepaid items         - 400         400           Accounts payable         (30,761)         (7,158)         (37,919)           Compensated absences, workers' compensation and         (30,761)         (7,158)         (37,919)	Paganailistian of aparating income (locs) to not each provided by						
Operating income (loss)         \$ (632,593)         \$ 1,429,466         \$ 796,873           Adjustments to reconcile operating income (loss) to net cash provided by operating activities:         \$ 1,219,733         - 1,219,733           Depreciation         1,219,733         - 79,655           Changes in operating assets and liabilities:         \$ 500         70         570           Inventory         (48,608)         - (48,608)         - (48,608)           Prepaid items         - 400         400           Accounts payable         (30,761)         (7,158)         (37,919)           Compensated absences, workers' compensation and         * (30,761)         * (7,158)         * (37,919)							
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:  Depreciation 1,219,733 - 1,219,733 Miscellaneous cash received 926 78,729 79,655  Changes in operating assets and liabilities:  Accounts receivable 500 70 570 Inventory (48,608) - (48,608)  Prepaid items - 400 400 Accounts payable (30,761) (7,158) (37,919)  Compensated absences, workers' compensation and	• •	\$	(632 593)	\$	1 429 466	\$	796 873
provided by operating activities:           Depreciation         1,219,733         -         1,219,733           Miscellaneous cash received         926         78,729         79,655           Changes in operating assets and liabilities:         -         500         70         570           Inventory         (48,608)         -         (48,608)           Prepaid items         -         400         400           Accounts payable         (30,761)         (7,158)         (37,919)           Compensated absences, workers' compensation and         (30,761)         (7,158)         (37,919)		•	(002,000)	Ψ	.,0, .00	*	. 55,5.5
Depreciation         1,219,733         -         1,219,733           Miscellaneous cash received         926         78,729         79,655           Changes in operating assets and liabilities:         -         500         70         570           Inventory         (48,608)         -         (48,608)           Prepaid items         -         400         400           Accounts payable         (30,761)         (7,158)         (37,919)           Compensated absences, workers' compensation and         -         (30,761)         (7,158)         (37,919)							
Miscellaneous cash received         926         78,729         79,655           Changes in operating assets and liabilities:         300         70         570           Inventory         (48,608)         -         (48,608)           Prepaid items         -         400         400           Accounts payable         (30,761)         (7,158)         (37,919)           Compensated absences, workers' compensation and         (30,761)         (7,158)         (37,919)			1 210 733		_		1 219 733
Changes in operating assets and liabilities:         Accounts receivable       500       70       570         Inventory       (48,608)       -       (48,608)         Prepaid items       -       400       400         Accounts payable       (30,761)       (7,158)       (37,919)         Compensated absences, workers' compensation and	·				78 729		
Accounts receivable         500         70         570           Inventory         (48,608)         -         (48,608)           Prepaid items         -         400         400           Accounts payable         (30,761)         (7,158)         (37,919)           Compensated absences, workers' compensation and         (30,761)         (7,158)         (37,919)			020		70,720		70,000
Inventory       (48,608)       -       (48,608)         Prepaid items       -       400       400         Accounts payable       (30,761)       (7,158)       (37,919)         Compensated absences, workers' compensation and       (30,761)       (7,158)       (37,919)			500		70		570
Prepaid items - 400 400 Accounts payable (30,761) (7,158) (37,919) Compensated absences, workers' compensation and					-		
Accounts payable (30,761) (7,158) (37,919) Compensated absences, workers' compensation and			-		400		
Compensated absences, workers' compensation and	·		(30.761)				
			(50,751)		(1,100)		(01,010)
death benefits (6,518) (111,952) (118,470)	death benefits		(6,518)	_	(111,952)		(118,470)
Net cash provided by operating activities         \$ 502,679         \$ 1,389,555         \$ 1,892,234	Net cash provided by operating activities	\$	502,679	\$	1,389,555	\$	1,892,234

#### CITY OF WYOMING, MICHIGAN SCHEDULE OF CAPITAL ASSETS AND DEPRECIATION INTERNAL SERVICE FUND

#### MOTOR POOL FUND

	Assets					
	Balance July 1, 2007	Additions	Deletions	Balance June 30, 2008		
Land	\$ 392,837	\$ -	\$ -	\$ 392,837		
Building and improvements	3,172,549	-	-	3,172,549		
Improvements other than buildings	638,539	93,734	-	732,273		
Equipment	694,870	-	-	694,870		
Vehicles	11,023,514	458,482	603,286	10,878,710		
	\$ 15,922,309	\$ 552,216	\$ 603,286	\$ 15,871,239		

Accumula	ated De	epreciation
----------	---------	-------------

Balance July 1, 2007	Depreciation	Deletions	Balance June 30, 2008	Net Book Value	Estimated Useful Life In Years
\$ -	\$ -	\$ -	\$ -	\$ 392,837	
1,914,647	177,722	-	2,092,369	1,080,180	10 - 40
471,064	28,191	-	499,255	233,018	10 - 20
641,856	14,473	-	656,329	38,541	3 - 10
7,626,090	999,347	597,335	8,028,102	2,850,608	3 - 15
\$ 10,653,657	\$ 1,219,733	\$ 597,335	\$ 11,276,055	\$ 4,595,184	

#### CITY OF WYOMING, MICHIGAN SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS INTERNAL SERVICE FUND

#### **INSURANCE FUND**

	Ge	neral Liability		Fleet	_	Property
Revenues:						
Premiums	\$	301,165	\$	51,552	\$	102,219
Investment earnings		81,515		55,886		63,416
Other		42,443		8,660		27,626
Total revenues		425,123		116,098		193,261
Expenses:						
Administration and general		57,309		3,228		6,828
Interest		-		-		-
Insurance claims and premiums		433,889		94,724		208,314
Total expenses		491,198		97,952		215,142
Net income (loss) before other financing sources (uses)		(66,075)		18,146		(21,881)
Net assets, beginning of year		1,536,704	1,	,021,745		1,180,542
Net assets, end of year	\$	1,470,629	\$ 1,	,039,891	\$	1,158,661

Life	Workers' Compensation	Health	Dental	Total
\$ 21,359 4,905 -	\$ 472,594 309,804	\$ 7,523,579 248,621 -	\$ 450,243 3,869	\$ 8,922,711 768,016 78,729
26,264	782,398	7,772,200	454,112	9,769,456
1,200 - 34,509	115,755 77,210 236,830	337,533 - 5,539,014	61,701 - 362,411	583,554 77,210 6,909,691
35,709	429,795	5,876,547	424,112	7,570,455
(9,445)	352,603	1,895,653	30,000	2,199,001
95,416	4,115,007	3,638,269	55,850	11,643,533
\$ 85,971	\$ 4,467,610	\$ 5,533,922	\$ 85,850	\$ 13,842,534

#### CITY OF WYOMING, MICHIGAN STATEMENT OF CHANGES IN ASSETS AND LIABILITIES AGENCY FUND

#### **TAX COLLECTION FUND**

<u>Assets</u>	Balance July 1, 2007	Additions	Deletions	Balance June 30, 2008
Cash and cash equivalents Taxes receivable Total assets	\$ 46,168 2,677,851 \$ 2,724,019	\$ 77,265,923 78,995,670 \$ 156,261,593	\$ 77,256,593 78,600,044 \$ 155,856,637	\$ 55,498 3,073,477 \$ 3,128,975
<u>Liabilities</u> Due to other governmental units	\$ 2,724,019	\$ 156,261,593	\$ 155,856,637	\$ 3,128,975
Total liabilities	\$ 2,724,019	\$ 156,261,593	\$ 155,856,637	\$ 3,128,975

# CITY OF WYOMING, MICHIGAN COMBINING STATEMENT OF PLAN NET ASSETS PENSION TRUST FUNDS

#### June 30, 2008

	Pension	Health Care	Defined Contribution - Pension	Defined Contribution - Health	Total
Assets:					
Cash and short-term investments	\$ 4,990,534	\$ 51,137	\$ 5,132	\$ -	\$ 5,046,803
Receivables:					
Interest and dividends	701,905	7,192	-	-	709,097
Unsettled trades	548,646	68,426	4,207	-	621,279
Total receivables	1,250,551	75,618	4,207		1,330,376
Investments, at fair value:					
U.S. government obligations	15,753,221	161,422	-	-	15,914,643
Municipal bonds	3,865,119	39,606	-	-	3,904,725
Domestic corporate bonds	24,014,709	246,078	-	-	24,260,787
Domestic stocks	53,979,806	553,128	-	-	54,532,934
Preferred stocks	794,210	8,139	-	-	802,349
Foreign stocks	2,020,941	20,708	-	-	2,041,649
Foreign bonds	983,581	10,079	-	-	993,660
Foreign preferred stocks	148,419	1,521	-	-	149,940
Mutual funds	-	9,652,951	249,383	5,588	9,907,922
International stock mutual funds	18,068,827	185,150	-	-	18,253,977
Investments held by broker under securities lending	7,768,749	79,606			7,848,355
Total investments	127,397,582	10,958,388	249,383	5,588	138,610,941
Total assets	133,638,667	11,085,143	258,722	5,588	144,988,120
Liabilities:					
Liability under securities lending	7,768,749	79,606	-	-	7,848,355
Refunds payable and other	626,463	6,420			632,883
Total liabilities	8,395,212	86,026			8,481,238
Net assets held in trust for pension benefits and OPEB	\$ 125,243,455	\$ 10,999,117	\$ 258,722	\$ 5,588	\$ 136,506,882

# CITY OF WYOMING, MICHIGAN COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS PENSION TRUST FUNDS

Additions	Pension		Defined Contribution - Pension	Defined Contribution - Health	Total	
Additions:						
Contributions:	Ф 2.440.002	Φ 0.050.504	Ф 00 22C	Ф <b>Б Б Б Э 4</b>	Ф C 474 204	
Employer	\$ 3,418,003	\$ 2,652,521	\$ 98,326	\$ 5,534	\$ 6,174,384	
Employee	232,429	-		-	232,429	
Transfers	43,810		157,873		201,683	
Total contributions	3,694,242	2,652,521	256,199	5,534	6,608,496	
Investment income:						
Net depreciation in fair value of investments	(6,957,141)	(775,640)	(16,735)	-	(7,749,516)	
Interest	3,264,476	306,451	-	54	3,570,981	
Other	67,317	690	-		68,007	
Total income (loss) from investing activities	(3,625,348)	(468,499)	(16,735)	54	(4,110,528)	
Less investment expense	496,059	23,959			520,018	
Net income (loss) from investing activities	(4,121,407)	(492,458)	(16,735)	54	(4,630,546)	
Securities lending income	374,283	3,835	-	-	378,118	
Securities lending expense	(333,577)	(3,418)	-		(336,995)	
Net income from securities lending	40,706	417			41,123	
Total additions	(386,459)	2,160,480	239,464	5,588	2,019,073	
Deductions:						
Benefits	5,554,824	-	12,000	-	5,566,824	
Health care premium subsidies	-	1,730,334	-	-	1,730,334	
Transfers		201,683			201,683	
Total deductions	5,554,824	1,932,017	12,000		7,498,841	
Change in net assets	(5,941,283)	228,463	227,464	5,588	(5,479,768)	
Net assets held in trust for pension benefits and C	PEB:					
Beginning of year	131,184,738	10,770,654	31,258		141,986,650	
End of year	\$ 125,243,455	\$ 10,999,117	\$ 258,722	\$ 5,588	\$ 136,506,882	

#### CITY OF WYOMING, MICHIGAN SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET (MODIFIED ACCRUAL BASIS) AND ACTUAL

### CAPITAL PROJECTS FUND CAPITAL IMPROVEMENT FUND

	Budge	ted Amounts	Actual Amounts	Variance with Final Budget -
			(Budgetary	Positive
_	Original	Final	Basis)	(Negative)
Revenues:				
Taxes:				
Property taxes	\$ 4,151,000	\$ 4,151,000	\$ 4,082,302	\$ (68,698)
Industrial/commercial facilities tax	138,200	138,200	138,189	(11)
Service charges in lieu of taxes	2,400	2,400	16,636	14,236
Total taxes	4,291,600	4,291,600	4,237,127	(54,473)
Intergovernmental:				
Federal grants	-	497,320	421,102	(76,218)
Local contributions	-	89,350	8,991	(80,359)
Investment earnings	80,000	80,000	146,036	66,036
Cost sharing agreements and contributions	-	69,440	89,592	20,152
Miscellaneous			49,209	49,209
Total revenues	4,371,600	5,027,710	4,952,057	(75,653)
Expenditures:				
Public works:				
Street improvements	-	-	1,394,530	(1,394,530)
Capital outlay:				
Street improvements	2,340,000	4,347,417	1,139,548	3,207,869
Storm sewer improvements	-	25,109	10,249	14,860
Sanitary sewer improvements	1,000,000	-	-	-
Water improvements	1,000,000	-	-	-
Administration	688,100	520,424	494,304	26,120
Total expenditures	5,028,100	4,892,950	3,038,631	1,854,319
Excess (deficiency) of revenues over expenditures	(656,500)	134,760	1,913,426	1,778,666
Other financing courses (coses):				
Other financing sources (uses):	0.000.000			
Bonds issued	2,000,000	-	-	442.076
Proceeds from sale of capital assets  Transfers out:	-	-	112,876	112,876
General Obligation Limited Tax Bonds Fund	(184,960)	(184,960)	(184,607)	353
Michigan Transportation Fund - Major	(734,650)	(734,650)	(733,978)	672
Michigan Transportation Fund - Local	(459,800)	(459,800)	(458,095)	1,705
Total other financing sources (uses)	620,590	(1,379,410)	(1,263,804)	115,606
Net change in fund balance	(35,910)	(1,244,650)	649,622	1,894,272
FUND BALANCE, beginning of year	1,245,779	1,245,779	1,245,779	-
FUND BALANCE, end of year	\$ 1,209,869	\$ 1,129	\$ 1,895,401	\$ 1,894,272

### **Statistical Section (Unaudited)**

### CITY OF WYOMING, MICHIGAN COMPREHENSIVE ANNUAL FINANCIAL REPORT

#### **CONTENTS OF STATISTICAL SECTION**

Year Ended June 30, 2008

This part of the City of Wyoming's (the City) Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

#### **FINANCIAL TRENDS**

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

#### **REVENUE CAPACITY**

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.

#### **DEBT CAPACITY**

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

#### **DEMOGRAPHIC AND ECONOMIC INFORMATION**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.

#### **OPERATING INFORMATION**

These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.

**Sources:** Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The City implemented GASB Statement 34 in fiscal year 2002; schedules presenting government-wide information include information beginning in that year.

# CITY OF WYOMING, MICHIGAN NET ASSETS BY COMPONENT (UNAUDITED) Last Seven Fiscal Years (accrual basis of accounting)

		<u>2002</u>		<u>2003</u>		<u>Fiscal</u> 2004
Governmental activities						
Invested in capital assets, net of related debt	\$	73,640,840	\$	75,964,817	\$	77,228,778
Restricted		4,947		17,323		-
Unrestricted		22,300,191	_	21,659,839	_	21,438,387
Total governmental activities net assets	<u>\$</u>	95,945,978	\$	97,641,979	\$	98,667,165
Business-type activities						
Invested in capital assets, net of related debt	\$	81,939,404	\$	85,272,530	\$	85,341,244
Restricted		990,691		1,564,076		1,844,952
Unrestricted	_	25,484,164	_	29,002,467	_	35,792,250
Total business-type activities net assets	<u>\$</u>	108,414,259	\$	115,839,073	\$	122,978,446
Primary government						
Invested in capital assets, net of related debt	\$	155,580,244	\$	161,237,347	\$	162,570,022
Restricted		995,638		1,581,399		1,844,952
Unrestricted		47,784,355		50,662,306		57,230,637
Total primary government net assets	<u>\$</u>	204,360,237	\$	213,481,052	\$	221,645,611
Component units activities						
Invested in capital assets, net of related debt	\$	4,357,012	\$	4,211,939	\$	4,305,735
Restricted		-		-		-
Unrestricted		255,308		181,853		278,694
Total component units activities net assets	\$	4,612,320	\$	4,393,792	\$	4,584,429
Combined reporting units						
Invested in capital assets, net of related debt	\$	159,937,256	\$	4,211,939	\$	4,305,735
Restricted	Ψ	995,638	Ψ	-,211,000	Ψ	-,000,700
Unrestricted		48,039,663		181,853		278,694
Total combined reporting units net assets	\$	208,972,557	\$	217,874,844	\$	226,230,040
	<u>*</u>		<u>-</u>	,- ,- ,-	<u>-</u>	-,,

Notes: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2002.

Yea	<u>r</u>			
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$	75,348,597 11,748,408	\$ 77,998,952 14,867,472	\$ 91,438,698 13,223,189	\$ 91,893,190 13,077,355
\$	17,542,267 104,639,272	\$ 22,204,967 115,071,391	\$ 23,773,232 128,435,119	\$ 26,269,883 131,240,428
\$	92,150,513 2,199,780 31,359,935	\$ 57,129,494 32,611,305 39,475,313	\$ 90,409,811 31,272,871 16,944,468	\$ 102,377,466 7,335,233 44,670,928
\$	125,710,228	\$ 129,216,112	\$ 138,627,150	\$ 154,383,627
\$ 	167,499,110 13,948,188 48,902,202 230,349,500	\$  135,128,446 47,478,777 61,680,280 244,287,503	\$  181,848,509 44,496,060 40,717,700 267,062,269	\$  194,270,656 20,412,588 70,940,811 285,624,055
\$	4,333,377	\$ 4,347,360	\$ 4,210,102	\$ 4,042,764
\$	391,004 4,724,381	\$ 987,843 5,335,203	\$ 1,252,251 5,462,353	\$ 1,255,563 5,298,327
\$	171,832,487 13,948,188 49,293,206	\$ 139,475,806 47,478,777 62,668,123	\$ 186,058,611 44,496,060 41,969,951	\$ 198,313,420 20,412,588 72,196,374
\$	235,073,881	\$ 249,622,706	\$ 272,524,622	\$ 290,922,382

CITY OF WYOMING, MICHIGAN
CHANGES IN NET ASSETS (UNAUDITED)
Last Seven Fiscal Years
(accrual basis of accounting)

		2002		<u>2003</u>		<u>Fiscal</u> 2004
Expenses						
Governmental activities:	¢	2 772 202	¢	4 605 660	¢.	E 000 707
General government	\$	3,772,302 105,409	\$	4,695,669 118,798	\$	5,029,797 110,340
Legislative Judicial		1,547,039		1,620,770		1,782,648
Public safety		19,218,270		20,557,479		20,301,291
Public works		9,333,890		8,970,283		9,179,668
Health and welfare		889,492		771,432		899,123
Recreation and culture		3,811,049		3,902,388		3,880,950
Debt service		2,076,556		2,000,217		1,999,910
Total governmental activities expenses		40,754,007		42,637,036		43,183,727
Business-type activities:						
Water		12,649,132		13,442,682		14,682,669
Sewer		9,693,380		9,928,924		10,753,042
Total business-type activities expenses		22,342,512		23,371,606		25,435,711
Total primary government expenses		63,096,519		66,008,642		68,619,438
Component units:						
Wyoming Housing Commission		4,643,440		6,070,106		6,648,376
62A District Court		3,502,834		3,617,761		3,571,047
Wyoming Downtown Development Authority Economic Development Corporation		74,830 59,599		45,229 63,215		105,981 20.625
Brownfield Redevelopment Authority		5,029		-		774
Total component units expenses		8,285,732		9,796,311		10,346,803
Total expenses		71,382,251		75,804,953		78,966,241
Program revenues (see Schedule 3) Governmental activities: Charges for services: Public safety Public works Other activities Recreation and culture		999,832 1,094,545 3,873,525 307,361		975,154 1,182,243 4,405,000 328,846		1,384,103 982,915 5,700,707 287,897
Operating grants and contributions		5,866,770		5,462,585		5,740,407
Capital grants and contributions		880,819		1,157,255		452,769
Total governmental activities program revenues		13,022,852		13,511,083		14,548,798
Business-type activities:						
Charges for services: Water		14,750,515		15,465,325		15,160,838
Sewer		9,010,930		8,755,783		10,572,947
Operating grants and contributions		-		73,625		41,375
Capital grants and contributions		2,861,505		5,616,252		6,416,665
Total business-type activities program revenues		26,622,950		29,910,985		32,191,825
Total primary government program revenues		39,645,802		43,422,068		46,740,623
Component units Wyoming Housing Commission		462 025		466 400		461 470
62A District Court		462,925 3,502,834		466,409 3,617,761		461,479 3,571,047
Wyoming Downtown Development Authority		5,502,054		3,017,701		12,220
Economic Development Corporation		26,825		-		-
Brownfield Redevelopment Authority		-,		-		-
Operating grants and contributions		3,921,998		5,355,355		6,298,880
Capital grants and contributions		56,352		-		
Total component units revenues		7,970,934		9,439,525		10,343,626
Total reporting units		47,616,736		52,861,593		57,084,249

Year					
	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2007</u>	<u>2008</u>
\$	4,885,248	\$ 4,118,599		\$ 5,117,620	\$ 8,632,127
	104,973	100,388		148,994	142,406
	1,714,263	1,681,695		1,709,938	1,802,877
	18,995,200	20,031,557		19,338,473	20,425,533
	8,410,303	11,556,464		11,364,292	10,167,277
	849,446	926,753	849,446	764,092	829,013
	3,808,009	4,349,142	3,808,009	4,459,187	4,431,652
	2,006,645	1,786,022	2,006,645	1,817,410	1,744,452
	40,774,087	44,550,620	40,774,087	44,720,006	48,175,337
	44.500.007	45 007 407	44.500.007	40.044.070	40.077.070
	14,593,867	15,367,197		16,644,670	19,877,078
	10,448,249	12,735,635	10,446,249	13,941,464	14,983,504
	25,042,116	28,102,832	25,042,116	30,586,134	34,860,582
	65,816,203	72,653,452	65,816,203	75,306,140	83,035,919
	7,301,215	7,360,701	7.301.215	7,953,976	8,738,355
	3,431,736	3,401,974		3,334,420	3,043,886
	183,899	264,110		294,577	152,078
	18,225	437		305	235
	436	-		1,099	2,313
	10,935,511	11,027,222		11,584,377	11,936,867
	76,751,714	83,680,674		86,890,517	94,972,786
	1,373,893	1,567,234		1,626,859	1,041,493
	1,514,166	7,777,183	1,514,166	731,553	1,387,734
	6,257,095	6,064,275		6,118,303	7,581,312
	265,070	302,943	265,070	308,831	248,792
	7,053,212	6,803,780	7,053,212	6,814,966	6,954,372
	455,016	733,142	455,016	1,376,635	579,207
	16,918,452	23,248,557	16,918,452	16,977,147	17,792,910
	15,339,402	16,715,172	, ,	16,937,573	18,894,080
	10,622,811	11,421,554	10,622,811	13,139,917	13,314,570
	984,061	1,490,943	984,061	3,045,673	15,376,281
	26,946,274	29,627,669	26,946,274	33,123,163	47,584,931
	43,864,726	52,876,226	43,864,726	50,100,310	65,377,841
	445,918	495,439	445,918	445,642	438,007
	3,431,736	3,401,974		3,334,420	3,043,886
	-	-	-	-	-
	-	-	-	-	-
	6,917,173	7,135,768	6.917.173	7,468,566	7,803,583
	-,,	238,220	-	108,362	66,407
	10,794,827	11,271,401	10.794.827	11,356,990	11,351,883
	54,659,553	64,147,627		61,457,300	76,729,724
	3 .,000,000	31,111,021	- 1,000,000	31,101,000	10,120,124

(Continued)

### CITY OF WYOMING, MICHIGAN CHANGES IN NET ASSETS (UNAUDITED)

Last Seven Fiscal Years (accrual basis of accounting) (Continued)

			Fican
	<u>2002</u>	<u>2003</u>	<u>Fiscal</u> 2004
Net (expense)/revenue			
Governmental activities	\$ (27,731,155)	\$ (29,125,953)	\$ (28,634,929)
Business-type activities	4,280,438	6,539,379	6,756,114
Component units activities	(314,798)	(356,786)	(3,177)
Total reporting units net expense	(23,765,515)	(22,943,360)	(21,881,992)
General revenues and other changes in net assets			
Governmental activities:			
Taxes:			
Property taxes	18,840,993	18,973,477	19,640,425
Property taxes levied for debt service	-	832,312	763,636
Industrial/commercial facilities	919,620	820,240	683,961
Penalties and interest on delinquent property taxes	93,447	109,722	92,763
Tax administration fees	802,828	842,483	-
Unrestricted grants and contributions	7,590,402	6,955,495	6,570,912
Gain on sale of capital assets	555,780	488,492	-
Investment earnings	1,712,562	-	-
Miscellaneous	1,942,664	1,254,889	800,650
Payments in lieu of taxes	33,797	41,299	
Total governmental activities	32,492,093	30,318,409	28,552,347
Business-type activities:			
Investment earnings	1,195,692	879,997	382,843
Gain (loss) on sale of capital assets	(3,405)	5,000	-
Miscellaneous	1,311	438	416
Total business-type activities	1,193,598	885,435	383,259
Total primary government	33,685,691	31,203,844	28,935,606
Component units activities:			
Property taxes	84,694	88,189	169,296
Investment earnings	31,195	28,329	12,695
Gain (loss) on sale of capital assets	-	-	1,928
Miscellaneous	61,975	21,739	9,895
Total component units activities	177,864	138,257	193,814
Change in net assets			
Governmental activities	4,760,938	1,192,456	(82,582)
Business-type activities	5,474,036	7,424,814	7,139,373
Component units activities	(136,934)	(218,529)	190,637
Total reporting unit	\$ 10,098,040	\$ 8,398,741	\$ 7,247,428

Notes: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2002.

<u>ear</u>					
	<u>2005</u>	<u>2006</u>	<u>2007</u>		<u>2008</u>
\$	(23,855,635)	\$ (21,302,063)	\$ (27,742,859)	\$	(30,382,427)
	1,904,158	1,524,837	2,537,029		12,724,349
	(140,684)	 244,179	 (227,387)		(584,985)
	(22,092,161)	 (19,533,047)	 (25,433,217)		(18,243,063)
	20,090,990	20,767,325	21,441,013		22,792,471
	613,654	582,838	596,189		638,015
	645,858	679,755	740,017		789,955
	120,401	126,975	167,012		3,712
	-	-	-		-
	6,309,830	6,266,325	6,078,278		6,126,491
	1,203,358	425,181	45,624		-
	-	-	-		-
	843,651	1,553,862	2,732,020		2,837,092
	<del>-</del>	 <del>-</del>	 <del>-</del>	-	<del>-</del>
	29,827,742	 30,402,261	 31,800,153		33,187,736
	827,599	1,981,047	3,507,898		3,032,128
	-	-	-		-
	25	 	 		
	827,624	 1,981,047	 3,507,898		3,032,128
	30,655,366	 32,383,308	 35,308,051		36,219,864
	195,753	286,104	315,829		364,775
	11,897	22,353	38,408		40,678
	-	-	-		-
	72,986	 58,186	 300		59,725
	280,636	 366,643	 354,537		465,178
	5,972,107	9,100,198	4,057,294		2,805,309
	2,731,782	3,505,884	6,044,927		15,756,477
	139,952	 610,822	 127,150		(119,807)
5	8,843,841	\$ 13,216,904	\$ 10,229,371	\$	18,441,979

### CITY OF WYOMING, MICHIGAN PROGRAM REVENUES BY FUNCTION/PROGRAM (UNAUDITED)

Last Seven Fiscal Years (accrual basis of accounting)

	2002	<u>2003</u>	<u>Program</u> <u>2004</u>
Function/Program			
Governmental activities:			
General government	\$ 1,677,976	\$ 2,056,083	\$ 3,391,451
Judicial	2,117,722	2,179,581	2,097,943
Public safety	1,528,141	1,599,059	1,935,389
Public works	5,965,234	6,654,776	6,281,935
Health and welfare	911,121	592,707	457,449
Recreation and culture	 822,658	 428,877	 384,631
Subtotal governmental activities	 13,022,852	 13,511,083	 14,548,798
Business-type activities:			
Water	17,105,501	20,878,115	21,610,917
Sewer	 9,517,449	 9,032,870	 10,580,908
Subtotal business-type activities	 26,622,950	 29,910,985	 32,191,825
Total primary government	\$ 39,645,802	\$ 43,422,068	\$ 46,740,623

<u>enues</u>								
2005		2006		2007		<u>2008</u>		
				<del></del>	<u> </u>			
3,854,115	\$	4,393,389	\$	4,560,391	\$	5,786,389		
1,993,716		1,961,177		1,914,107		1,806,093		
2,016,162		2,262,069		2,282,404		2,036,322		
6,684,499		12,906,299		6,624,078		6,519,514		
2,002,876		1,318,531		1,141,711		1,346,138		
367,084		407,092		454,456		298,454		
16,918,452		23,248,557		16,977,147		17,792,910		
16,272,113		17,237,175		18,535,734		34,172,513		
10,674,161		12,390,494		14,587,429		13,412,418		
26,946,274		29,627,669		33,123,163		47,584,931		
43,864,726	\$	52,876,226	\$	50,100,310	\$	65,377,841		
	3,854,115 1,993,716 2,016,162 6,684,499 2,002,876 367,084 16,918,452 16,272,113 10,674,161 26,946,274	3,854,115 \$ 1,993,716 2,016,162 6,684,499 2,002,876 367,084 16,918,452  16,272,113 10,674,161 26,946,274	2005       2006         3,854,115       \$ 4,393,389         1,993,716       1,961,177         2,016,162       2,262,069         6,684,499       12,906,299         2,002,876       1,318,531         367,084       407,092         16,918,452       23,248,557         16,272,113       17,237,175         10,674,161       12,390,494         26,946,274       29,627,669	2005       2006         3,854,115       \$ 4,393,389         1,993,716       1,961,177         2,016,162       2,262,069         6,684,499       12,906,299         2,002,876       1,318,531         367,084       407,092         16,918,452       23,248,557         16,272,113       17,237,175         10,674,161       12,390,494         26,946,274       29,627,669	2005       2006       2007         3,854,115       \$ 4,393,389       \$ 4,560,391         1,993,716       1,961,177       1,914,107         2,016,162       2,262,069       2,282,404         6,684,499       12,906,299       6,624,078         2,002,876       1,318,531       1,141,711         367,084       407,092       454,456         16,918,452       23,248,557       16,977,147         16,272,113       17,237,175       18,535,734         10,674,161       12,390,494       14,587,429         26,946,274       29,627,669       33,123,163	2005       2006       2007         3,854,115       \$ 4,393,389       \$ 4,560,391       \$ 1,993,716       \$ 1,961,177       \$ 1,914,107       \$ 2,016,162       \$ 2,262,069       \$ 2,282,404       \$ 6,684,499       \$ 12,906,299       \$ 6,624,078       \$ 2,002,876       \$ 1,318,531       \$ 1,141,711       \$ 367,084       \$ 407,092       \$ 454,456       \$ 16,918,452       \$ 23,248,557       \$ 16,977,147       \$ 16,272,113       \$ 17,237,175       \$ 18,535,734       \$ 10,674,161       \$ 12,390,494       \$ 14,587,429       \$ 26,946,274       \$ 29,627,669       \$ 33,123,163       \$ 33,123,163		

### CITY OF WYOMING, MICHIGAN FUND BALANCES, GOVERNMENTAL FUNDS (UNAUDITED)

Last Ten Fiscal Years

(modified accrual basis of accounting)

	<u>1999</u>	2000	<u>2001</u>	<u>Fiscal</u> 2002
General fund				
Reserved	\$ 1,613,681	\$ 563,159	\$ 346,866	\$ 295,651
Unreserved	5,093,591	4,405,705	4,685,891	5,813,801
Total general fund	6,707,272	4,968,864	5,032,757	6,109,452
All other governmental funds Reserved <sup>a</sup> Unreserved, reported in: Special revenue funds Capital projects funds Debt service funds Total all other governmental funds	4,416,783 5,511,054 5,615,947 652,850 16,196,634	3,029,880 6,334,490 469,892	10,044,713 2,860,446 5,004,076 364,339 18,273,574	4,192,355 3,005,913 2,935,567 312,159 10,445,994
Total all governmental funds	22,903,906	28,583,625	23,306,331	16,555,446
Fund balance adjustment	23,751			503,546
Restated total governmental funds	\$ 22,927,657	\$ 28,583,625	\$ 23,306,331	\$ 17,058,992

#### Notes:

<sup>&</sup>lt;sup>a</sup> The substantial increase in reserved fund balance in 1999-2001 was due to capital projects.

Ye	<u>ar</u>									
	2003	<u>2004</u>		<u>2005</u>		<u>2006</u>		<u>2007</u>		<u>2008</u>
\$	186,695	\$ 101,876	\$	457,994	\$	111,897	\$	547,080	\$	372,278
Ψ	6,061,147	4,893,694	Ψ	4,377,045	Ψ	7,157,948	Ψ	7,109,632	Ψ	8,149,922
_	6,247,842	4,995,570	_	4,835,039	_	7,269,845		7,656,712		8,522,200
	1,499,638	808,170		984,813		433,822		464,915		273,827
	3,812,868	5,774,959		5,270,858		5,701,059		5,196,088		4,236,763
	4,633,919	4,660,740		5,492,737		8,732,591		7,562,186		8,566,765
	302,958	197,906		241,703		247,824		280,031		88,103
_	10,249,383	11,441,775	_	11,990,111		15,115,296	_	13,503,220	_	13,165,458
_	16,497,225	16,437,345	_	16,825,150	_	22,385,141	_	21,159,932	_	21,687,658
	758,091			<u>-</u>	_	<u>-</u>	_	<u>-</u>	_	
\$	17,255,316	\$ 16,437,345	\$	16,825,150	\$	22,385,141	\$	21,159,932	\$	21,687,658

# CITY OF WYOMING, MICHIGAN CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS (UNAUDITED) Last Ten Fiscal Years

(modified accrual basis of accounting)

Revenues	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>Fiscal</u> 2003
Taxes (see Schedule 6)	\$ 18,085,237	\$ 18,770,634	\$ 19,542,846	\$ 20,656,889	\$ 21,578,233
Licenses and permits	1,375,388	1,512,592	1,335,730	1,537,824	1,549,431
Fines and penalties	1,765,123	1,934,188	1,754,687	2,077,551	2,129,467
Fees and services charges	1,816,113	2,103,803	2,261,689	2,545,030	2,675,018
Special assessments	1,247,576	916,156	592,436	692,506	788,063
Intergovernmental	11,978,303	12,715,597	13,989,995	13,946,692	13,000,930
Building rental	-	1,027,280	1,646,190	1,680,782	1,727,627
Investment earnings	1,491,673	1,855,729	2,657,192	1,560,118	987,497
Other revenues	2,322,510	1,681,682	881,105	856,963	1,144,038
Total revenues	40,081,923	42,517,661	44,661,870	45,554,355	45,580,304
Expenditures					
General government	3,973,459	4,553,559	4,791,439	4,864,227	5,179,795
Public safety	19,999,338	22,838,400	18,351,145	18,539,928	19,697,175
Legislative	111,612	119,753	116,033	104,372	117,795
Judicial	1,110,777	1,233,434	1,328,259	1,449,189	1,542,502
Public works	5,053,231	6,022,099	5,994,138	6,386,647	6,066,454
Health and welfare	1,095,729	1,152,843	1,201,437	1,271,194	781,435
Recreation and culture	2,852,106	3,598,263	3,535,710	4,273,839	3,824,221
Miscellaneous	418,339	633,700	175,913	189,210	181,322
Capital outlay	6,668,181	4,941,547	9,686,268	12,258,408	6,957,902
Debt service:					
Interest	1,272,053	1,586,577	2,081,030	2,677,358	1,845,377
Principal	1,796,476	1,981,046	2,336,970	1,912,986	2,443,283
Bond issuance costs					
Total expenditures	44,351,301	48,661,221	49,598,342	53,927,358	48,637,261
Excess (deficiency) of revenues over expenditures	(4,269,378)	(6,143,560)	(4,936,472)	(8,373,003)	(3,056,957)

Ye	ar 2004		<u>2005</u>		2006		2007		2008
	<u> 200 .</u>		2000		2000		2001		2000
\$	22,023,195	\$	22,375,943	\$	23,081,246	\$	23,920,275	\$	25,417,106
	2,022,922		2,122,831		2,320,581		2,437,107		1,764,449
	2,067,160		1,915,007		1,868,488		1,841,941		1,707,283
	3,217,793		3,142,373		4,069,426		3,952,910		4,006,370
	1,044,020		676,728		1,182,206		2,130,035		1,000,348
	12,375,428		13,386,102		13,006,320		14,008,652		13,455,150
	1,760,162		1,761,963		1,742,150		1,725,836		1,728,119
	699,850		910,753		1,176,220		2,001,559		2,008,710
_	1,788,237		1,098,211	_	729,303	_	556,407	_	630,840
_	46,998,767		47,389,911		49,175,940		52,574,722		51,718,375
	6,208,622		5,981,939		6,083,123		6,834,797		6,987,275
	20,245,845		19,792,415		19,932,029		20,583,399		20,854,239
	109,478		104,304		100,650		149,312		142,522
	1,767,718		1,770,363		1,792,614		1,866,988		1,920,385
	6,507,220		5,758,213		6,496,872		7,098,038		8,626,912
	908,043		1,223,234		884,215		762,605		830,346
	3,729,076		4,371,601		4,636,937		4,627,360		4,375,113
	163,006		221,567		159,993		42,416		105,922
	4,278,241		4,867,696		9,328,723		6,939,521		2,339,052
	1,802,320		1,712,320		1,558,018		1,732,249		1,853,453
	2,688,818		2,404,414		2,710,339		3,215,635		3,319,524
	-		221,591				-		82,133
	48,408,387	_	48,429,657		53,683,513		53,852,320		51,436,876
	(4.400.055)		// 000 T (5)		(4 = 0 = = = = = = = = = = = = = = = = =		(4.0======		004 455
_	(1,409,620)	_	(1,039,746)		(4,507,573)		(1,277,598)		281,499

(Continued)

### CITY OF WYOMING, MICHIGAN CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS (UNAUDITED)

Last Ten Fiscal Years (modified accrual basis of accounting) (Continued)

Other financing sources (uses)	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>Fiscal</u> 2003
Bonds issued	\$ 1,320,000	\$ 12,655,000	\$ -	\$ 800,000	\$ 2,410,000
Premiums on bonds issued	-	-	-	-	-
Discount on bonds issued	-	-	-	(12,000)	(102,339)
Payments to escrow	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	834,118	187,530
Proceeds from capital leases	625,511	-	-	-	-
Transfers in	10,807,411	17,228,075	8,288,161	9,483,278	9,231,630
Transfers out	(10,285,535)	(18,083,547)	(8,628,983)	(9,483,278)	(9,231,630)
Total other financing sources (uses)	2,467,387	11,799,528	(340,822)	1,622,118	2,495,191
Net change in fund balances	\$ (1,801,991)	\$ 5,655,968	\$ (5,277,294)	\$ (6,750,885)	\$ (561,766)
Debt service as a percentage of					
noncapital expenditures	8.9%	8.9%	12.4%	12.4%	11.5%

<u>Ye</u>	<u>ar</u> 2004		<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$	570,000	\$	13,070,000	\$ 8,105,000	\$ -	\$ 2,985,000
	-		1,040,744	(120,794)	-	57,697
	(27,438)		-	-	-	-
	-		(13,888,434)	-	-	(2,956,615)
	49,087		1,205,241	751,437	52,389	116,634
	-		-	-	-	-
	7,583,625		6,773,412	7,110,088	7,968,826	7,995,592
	(7,583,625)		(6,773,412)	 (7,110,088)	 (7,968,826)	 (7,952,081)
	591,649		1,427,551	 8,735,643	52,389	 246,227
		_				
\$	(817,971)	\$	387,805	\$ 4,228,070	\$ (1,225,209)	\$ 527,726
	11.3%		10.5%	10.6%	11.8%	11.8%
	. 1.070		10.070	10.070	11.070	11.070

#### CITY OF WYOMING, MICHIGAN

#### TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS (UNAUDITED)

Last Ten Fiscal Years

(modified accrual basis of accounting)

Fiscal Year	Real <u>Property</u> <sup>a</sup>	Personal <u>Property</u>	Total <u>Levied</u>	[	Delinquent <u>Taxes</u>	<u>Total</u>
1999	\$ 14,137,089	\$ 3,305,441	\$ 17,442,530	\$	642,707	\$ 18,085,237
2000	14,256,626	3,336,521	17,593,147		1,177,487	18,770,634
2001	15,501,888	3,378,840	18,880,728		662,118	19,542,846
2002	16,510,784	4,184,995	20,695,779		(38,890)	20,656,889
2003	17,284,170	4,294,517	21,578,687		(454)	21,578,233
2004	17,897,575	4,172,254	22,069,829		(46,634)	22,023,195
2005	18,650,657	4,062,355	22,713,013		(337,070)	22,375,943
2006	19,070,889	3,796,047	22,866,936		214,310	23,081,246
2007	20,048,891	3,839,531	23,888,422		31,853	23,920,275
2008	21,452,691	4,114,455	25,567,146		(150,040)	25,417,106
Change						
1999 - 2008	51.7%	24.5%				40.5%

#### Notes:

<sup>&</sup>lt;sup>a</sup> The City was able to keep its property tax rates fairly stable during the last four years of this schedule because of substantial growth in property tax values. (See Schedule 7.)

#### CITY OF WYOMING, MICHIGAN

#### ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY (UNAUDITED)

Last Ten Fiscal Years (in thousands of dollars)

Fiscal Year	-	Residential Property	Personal Property	ln	nmercial/ dustrial roperty	 Total Assessed Value	Total Direct Tax Rate	 Estimated Actual Taxable Value	Taxable Value as a Percentage of Actual Taxable Value
1999	\$	1,313,000	\$ 253,970	\$	56,599	\$ 1,623,569	11.167	\$ 3,247,138	50.00%
2000		1,395,000	269,315		53,731	1,718,047	11.124	3,436,094	50.00%
2001		1,475,353	254,695		65,959	1,796,006	11.194	3,592,013	50.00%
2002		1,577,031	266,561		82,389	1,925,981	11.094	3,851,962	50.00%
2003		1,737,450	283,358		93,964	2,114,772	10.977	4,229,543	50.00%
2004		1,877,373	290,118		78,115	2,245,607	10.877	4,491,214	50.00%
2005		1,951,181	277,526		120,645	2,349,352	11.007	4,698,706	50.00%
2006		2,033,486	267,616		126,044	2,427,146	10.707	4,854,292	50.00%
2007		2,141,183	256,286		138,431	2,535,900	10.677	5,071,800	50.00%
2008		2,272,301	269,813		149,917	2,692,031	10.677	5,384,062	50.00%

Source: City of Wyoming Assessor Office.

**Notes:** From 1995, the credit on taxable value on properties within the State of Michigan is limited to the rate of inflation or 5%, creating a variance between assessed and taxable value.

### CITY OF WYOMING, MICHIGAN **DIRECT AND OVERLAPPING NON-HOMESTEAD PROPERTY TAX RATES (UNAUDITED)**

Last Ten Fiscal Years

(rate per \$1,000 of assessed value)

						City Direct
Fiscal Year	Basic Rate	Debt Service	Police	Fire	Sidewalk Snow Removal	Sewer Water Improvement
1999	4.670	0.480	1.250	0.750	0.100	1.868
2000	4.670	0.350	1.250	0.750	0.187	1.868
2001	4.670	0.670	1.250	0.750	0.187	1.868
2002	4.670	0.670	1.250	0.750	0.187	1.868
2003	4.670	0.460	1.250	0.750	0.160	1.868
2004	4.670	0.410	1.250	0.750	0.160	1.868
2005	4.670	0.320	1.250	0.750	0.160	1.868
2006	4.670	0.290	1.250	0.750	0.150	1.868
2007	4.670	0.290	1.250	0.750	0.150	1.868
2008	4.670	0.290	1.250	0.750	0.150	1.868
						Overlapping Non-Homestead
Fiscal	Kent		Grand Rapids Community	Kent	Godfrey-	Godwin
			•		•	
Year	County	Library	College	Intermediate	Lee	Heights
1999	5.366	0.680	1.828	3.878	30.430	19.000
2000	5.355	0.643	1.820	3.863	30.430	19.000
2001	5.334	0.840	1.811	3.843	30.414	21.150
2002	5.323	0.879	1.805	3.830	30.413	10.600
2003	5.314	0.877	1.800	3.819	29.825	10.600
2004	5.314	0.871	1.787	3.790	29.970	10.500
2005	5.314	0.880	1.787	4.533	29.900	10.500
2006	5.314	0.880	1.787	4.645	29.468	10.600

Source: City of Wyoming Treasurer's Office.

2007

2008

**Notes:** The City's basic property tax rate may be increased only by a majority vote of the City's residents. Rates for debt service are set based on each year's requirements.

0.880

0.880

1.787

1.787

4.690

4.690

29.448

29.398

10.600

10.600

5.394

5.394

<sup>&</sup>lt;sup>a</sup> Overlapping rates are those of local and county governments that apply to property owners within the City of Wyoming. Not all overlapping rates apply to all property owners.

<sup>&</sup>lt;sup>b</sup> Total includes the Wyoming school district rate.

Library	Parks and Recreation	Yard Waste Disposal	Public Transportation	Total Direct Rate
0.300	1.500	0.000	0.250	11.167
0.300	1.500	0.000	0.000	10.874
0.300	1.500	0.000	0.000	11.194
0.200	1.500	0.000	0.000	11.094
0.150	1.500	0.170	0.000	10.977
0.100	1.500	0.170	0.000	10.877
0.100	1.500	0.170	0.000	10.787
0.080	1.500	0.150	0.000	10.707
0.080	1.500	0.120	0.000	10.677
0.080	1.500	0.120	0.000	10.677

Rates a

Rates

Grandville	Kelloggsville	Byron Center	Kentwood	Wyoming	Transit	State Education	Total Rate <sup>b</sup>
			·				
25.170	23.458	25.998	23.398	23.22	0.00	6.00	52.140
25.170	23.458	25.998	23.398	23.22	0.00	6.00	51.775
24.738	23.760	25.998	23.395	23.00	0.75	6.00	52.772
24.232	11.850	12.998	11.698	22.90	0.73	6.00	52.561
24.232	11.750	12.997	11.696	22.70	0.75	6.00	52.235
23.960	11.352	12.992	11.696	22.70	0.76	5.00	51.099
24.113	11.750	12.992	11.846	22.70	0.95	6.00	52.951
24.113	11.750	12.992	11.937	22.70	0.95	6.00	52.983
24.113	11.750	12.992	12.100	22.70	0.95	6.00	53.078
24.050	11.750	13.000	11.920	22.60	1.12	6.00	53.148

### CITY OF WYOMING, MICHIGAN DIRECT AND OVERLAPPING HOMESTEAD PROPERTY TAX RATES (UNAUDITED)

Last Ten Fiscal Years

(rate per \$1,000 of assessed value)

**City Direct** 

1.868 1.868 1.868 1.868 1.868 1.868 1.868
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1.600
1.600
,

Source: City of Wyoming Treasurer's Office.

2004

2005

2006

2007

2008

**Notes:** The City's basic property tax rate may be increased only by a majority vote of the City's residents. Rates for debt service are set based on each year's requirements.

0.871

0.880

0.880

0.880

0.880

1.787

1.787

1.787

1.787

1.787

3.790

4.533

4.645

4.690

4.690

11.970

11.900

11.468

11.448

11.398

1.500

1.500

1.600

1.600

1.600

5.314

5.314

5.314

5.314

5.394

<sup>&</sup>lt;sup>a</sup> Overlapping rates are those of local and county governments that apply to property owners within the City of Wyoming. Not all overlapping rates apply to all property owners.

<sup>&</sup>lt;sup>b</sup> Total includes the Wyoming school district rate.

_			
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Library	Parks and Recreation	Yard Waste Disposal	Public Transportation	Total Direct Rate
0.300	1.500	0.000	0.250	11.167
0.300	1.500	0.000	0.000	10.874
0.300	1.500	0.000	0.000	11.194
0.200	1.500	0.000	0.000	11.094
0.150	1.500	0.170	0.000	10.977
0.100	1.500	0.170	0.000	10.877
0.100	1.500	0.170	0.000	10.787
0.080	1.500	0.150	0.000	10.707
0.080	1.500	0.120	0.000	10.677
0.080	1.500	0.120	0.000	10.677

Rates a

Rates

Grandville	Kelloggsville	Byron Center	Kentwood	Wyoming	Transit	State Education	Total Rate <sup>b</sup>
7.170	5.500	7.898	5.398	5.22	0.00	6.00	34.140
7.170	5.760	4.998	5.398	5.22	0.00	6.00	33.775
6.738	5.760	7.998	5.395	5.00	0.75	6.00	34.772
6.232	2.850	3.998	2.698	4.90	0.73	6.00	34.561
6.232	2.750	3.997	2.696	4.70	0.75	6.00	34.235
6.113	2.750	3.992	2.696	4.70	0.76	6.00	34.099
6.113	2.750	3.992	2.846	4.70	0.95	6.00	34.951
6.113	2.750	3.992	2.937	4.70	0.95	6.00	34.983
6.113	2.750	3.992	3.100	4.70	0.95	6.00	34.999
6.050	2.750	4.000	2.920	4.60	1.12	6.00	35.148

# CITY OF WYOMING, MICHIGAN PRINCIPAL PROPERTY TAXPAYERS (UNAUDITED)

Current Year and Seven Years Ago

		2008			2001	
<u>Taxpayer</u>	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
General Motors Corp.	\$ 109,513,457	1	4.87%	\$ 114,300,960	1	3.08%
Delphi (formerly General Motors Corp. Rochester)*	43,006,700	2	1.91%	42,433,700	2	1.15%
Gordon Food Service	29,161,847	3	1.30%	25,267,217	5	0.68%
Consumers Power Company	24,235,856	4	1.08%	27,091,550	4	0.73%
Bentler Industries	23,594,100	5	1.05%	22,850,429	6	0.62%
Ramblewood Associates	22,036,413	6	0.98%	18,924,777	7	0.51%
United Parcel Service	13,882,618	7	0.62%	13,691,500	8	0.37%
Park Crest Apartments	13,676,844	8	0.61%			
Kellogg	13,210,700	9	0.59%			
Michigan Turkey Products Co-Op	12,802,675	10	0.57%			
Steelcase Inc.				27,778,300	3	0.75%
Michigan Consolidated Gas				10,152,600	9	0.27%
Country Fresh				7,885,134	10	0.21%
Total	\$ 305,121,210		13.58%	\$ 310,376,167		8.37%

Source: City of Wyoming Assessor's Office.

<sup>\*</sup> Delphi has filed bankruptcy. This plant has been designated as a plant that will be kept by Delphi and it is operational.

# CITY OF WYOMING, MICHIGAN PROPERTY TAX LEVIES AND COLLECTIONS (UNAUDITED) Last Ten Fiscal Years

Fiscal Year	T	axes Levied		Collected v		Collections			Total Collections to Date			
Ended June 30,	for the Fiscal Year		Amount		Percentage of Levy	in Subsequent Years			Amount	Percentage of Levy		
1999	\$	17,442,530	\$	16,887,742	96.82%	\$	538,480	\$	17,426,222	99.91%		
2000		17,593,147		16,976,507	96.49%		592,076		17,568,583	99.86%		
2001		18,880,728		18,796,959	99.56%		43,535		18,840,494	99.79%		
2002		20,695,779		18,317,264	88.51%		2,314,990		20,632,254	99.69%		
2003		21,578,687		20,816,636	96.47%		696,594		21,513,230	99.70%		
2004		22,069,829		21,507,617	97.45%		478,498		21,986,115	99.62%		
2005		22,713,013		21,958,093	96.68%		657,209		22,615,302	99.57%		
2006		22,866,936		22,355,300	97.76%		360,392		22,715,692	99.34%		
2007		23,888,422		23,099,861	96.70%		762,147		23,862,008	99.89%		
2008		25,567,146		24,665,385	96.47%		868,578		25,533,963	99.87%		

Sources: City of Wyoming Finance and Treasurer's Office.

## CITY OF WYOMING, MICHIGAN RATIOS OF OUTSTANDING DEBT BY TYPE (UNAUDITED)

Last Ten Fiscal Years

(dollars in thousands, except per capita)

						Gov	vernm	ental Activit	ies							
					L	ibrary							Com	pensated		
Fiscal Year	scal Obligation Gene		ligation General Obligation Obligation		ligation	•		Special Assessment Bonds		Municipal Purchase Agreement		Absences & Workers' Comp Claims		Total Governmental Activities		
1999	\$	4,456	\$	9,515	\$	-	\$	12,980	\$	3,020	\$	1,712	\$	5,275	\$	36,958
2000		3,645		8,980		6,000		19,295		2,785		1,121		5,248		47,074
2001		2,827		8,415		5,865		18,720		2,540		1,516		5,002		44,885
2002		2,006		8,620		5,635		18,050		2,305		1,144		5,455		43,215
2003		1,561		9,235		5,370		17,350		3,190		772		5,634		43,112
2004		1,113		8,475		5,070		16,615		3,440		400		5,663		40,776
2005		984		7,680		4,730		15,645		3,070		200		5,368		37,677
2006		848		6,845		4,365		14,755		10,690		-		5,081		42,584
2007		708		5,970		3,980		13,880		9,750		-		5,225		39,513
2008 a	3	558		5,055		3,415		12,970		8,815		-		5,627		36,440

	Business-Type Activities																
Fiscal Year	Water Revenue Bonds		Water Sewer Bond		Water Supply Bond			General Obligation Water Bond		Water Refunding Bond		Sewer Revenue Bonds		General Obligation Sewer Bond		Compensated Absences	
1999	\$	3,580	\$	1,125	\$	8,150	\$	243	\$	7,700	\$	9,875	\$	1,122	\$	849	
2000		3,825		725		7,900		229		6,675		9,095		1,056		965	
2001		3,460		300		7,635		216		5,675		8,850		987		970	
2002		10,945		-		6,855		201		5,130		8,470		914		1,029	
2003		14,420		-		6,060		186		4,590		11,875		837		1,036	
2004		15,005		-		5,745		170		3,910		11,950		757		1,110	
2005		14,685		-		5,660		152		3,195		11,310		674		1,155	
2006		18,015		-		5,250		134		2,445		52,155		587		1,206	
2007		49,365		-		4,815		115		1,660		50,875		497		1,231	
2008		48,515		-		4,365		96		845		49,535		401		1,113	

		Compo	onent Uni	ts					
Fiscal Year	Downtown Development Authority Note		Housing Commission Payable		Total Government Obligation		Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>	
1999	\$	-	\$	-	\$	69,602	5.91%	\$	1,041
2000		-		-		77,544	6.59%		1,160
2001		320		6		73,304	6.00%		1,057
2002		294		38		77,091	5.73%		1,105
2003		266		64		82,446	6.10%		1,177
2004		238		56		79,717	3.82%		1,138
2005		207		65		74,780	4.45%		1,064
2006		175		73		122,624	7.24%		1,749
2007		140		79		148,290	8.41%		2,114
2008		104		93		141,507	8.40%		2,009

**Notes:** Details regarding the City's outstanding debt can be found in the notes to basic financial statements.

<sup>&</sup>lt;sup>a</sup> See Schedule 16 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Percentage of Personal		Per
Income <sup>a</sup>	Ca	pita <sup>a</sup>
3.14%	\$	553
4.00%		704
3.68%		647
3.21%		619
3.19%		616
1.95%		582
2.24%		536
2.51%		607
2.24%		563
2.16%		517

P	Total Primary vernment	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
\$	69,602 77,544 72,978 76,759 82,116 79,423 74,508 122,376 148,071 141,310	5.91% 6.59% 5.98% 5.70% 6.07% 3.81% 4.44% 7.22% 8.40% 8.39%	\$ 1,041 1,160 1,052 1,100 1,172 1,134 1,060 1,745 2,111 2,006

## CITY OF WYOMING, MICHIGAN

### **RATIOS OF GENERAL BONDED DEBT OUTSTANDING (UNAUDITED)**

Last Ten Fiscal Years

(dollars in thousands, except per capita)

		G	eneral Bon	ded Debt Outstandi	ng			
		Seneral	В	Business-Type General			Percentage of Actual Taxable	
Fiscal	Fiscal Obligation			Obligation			Value of	Per
Year		Bonds		Bonds	Total		Property	 Capita
1999	\$	28,663	\$	18,340	\$	47,003	1.45%	\$ 703.03
2000		39,041		16,585		55,626	1.62%	832.00
2001		37,343		14,813		52,156	1.45%	751.87
2002		35,455		13,100		48,555	1.26%	695.68
2003		34,288		11,670		45,958	1.09%	656.19
2004		31,673		10,582		42,255	0.94%	603.13
2005		29,239		9,681		38,920	0.83%	553.63
2006		26,813		8,417		35,230	0.73%	502.41
2007		24,538		7,087		31,625	0.62%	450.79
2008		21,998		5,707		27,705	0.51%	393.31

**Notes:** Details regarding the City's outstanding debt can be found in the notes to basic financial statements.

See Schedule 7 for property value data. Business-type general obligation bonds include contracts payable for bonds issued by Kent County.

#### CITY OF WYOMING, MICHIGAN

### **DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT (UNAUDITED)**

As of June 30, 2008 (dollars in thousands)

Governmental Unit  Debt repaid with property taxes	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Byron Center Public Schools	\$ 77,144,119	1.250%	\$ 964,301
Godfrey-Lee Public Schools	17,096,482	100.000%	17,096,482
Godwin Heights Public Schools	9,275,000	88.400%	8,135,103
Grandville Public Schools	31,440,000	25.170%	9,123,888
Kelloggsville Public Schools	15,620,000	62.930%	9,853,096
Kentwood Public Schools	94,664,000	0.460%	425,988
Wyoming Public Schools	52,805,000	99.700%	52,688,829
Other debt			
Kent County	157,499,300	10.540%	16,616,176
Grand Rapids Community College	47,445,000	10.260%	4,872,602
Subtotal, overlapping debt			119,776,465
City direct debt			129,360,000
Total direct and overlapping debt			\$ 249,136,465

Sources: Assessed value data used to estimate applicable percentages provided by the City of Wyoming Assessor's Office.

**Notes:** Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Wyoming. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident - and therefore responsible for repaying the debt - of each overlapping government.

# CITY OF WYOMING, MICHIGAN LEGAL DEBT MARGIN INFORMATION (UNAUDITED) Last Ten Fiscal Years (dollars in thousands)

						Fiscal Year
	<u>1999</u>	2000	<u>2001</u>	2002	<u>2003</u>	2004
Debt limit	\$ 150,353,500	\$ 171,804,600	\$ 179,600,625	\$ 179,600,625	\$ 192,598,100	\$ 224,560,679
Total net debt applicable to limit	47,657,150	56,820,108	52,815,660	49,402,840	58,727,041	45,097,102
Legal debt margin	\$ 102,696,350	\$ 114,984,492	\$ 126,784,965	\$ 130,197,785	\$ 133,871,059	\$ 179,463,577
Total net debt applicable to the limit as a percentage of debt limit	31.70%	33.07%	29.41%	27.51%	30.49%	20.08%

### Legal Debt Margin Calculation for Fiscal Year 2008

Assessed value, estimate	\$	2,542,113,100
Debt limit (10% of assessed value)		254,211,310
Debt applicable to limit:		
General obligation bonds		129,360,000
Less: Amount set aside for		
repayment of general		
obligation debt		102,692,031
Total net debt applicable to limit	_	26,667,969
Legal debt margin	\$	227,543,341

2005	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 234,935,280	\$ 239,746,890	\$ 253,590,000	\$ 254,211,310
41,544,330	 45,683,629	 29,840,175	 26,667,969
\$ 193,390,950	\$ 194,063,261	\$ 223,749,825	\$ 227,543,341
17.68%	19.05%	11.77%	10.49%

## CITY OF WYOMING, MICHIGAN PLEDGED-REVENUE COVERAGE (UNAUDITED)

Last Ten Fiscal Years (dollars in thousands)

				Wat	ter Revenue I	Bond	s			
	 Utility		Less:		Net					
Fiscal	Service	Operating Available Debt Service Expenses Revenue Principal Interest		Available		Debt S				
Year	 Charges			Interest	Coverage					
1999	\$ 12,266,253	\$	6,635,721	\$	5,630,532	\$	285,000	\$	160,817	12.63
2000	13,099,171		7,157,721		5,941,450		310,000		177,406	12.19
2001	15,780,232		7,776,073		8,004,159		365,000		178,082	14.74
2002	15,548,014		7,936,491		7,611,523		140,000		357,463	15.30
2003	16,067,372		8,569,717		7,497,655		310,000		622,788	8.04
2004	15,013,729		8,272,486		6,741,243		410,000		705,371	6.04
2005	16,175,397		9,429,831		6,745,566		460,000		765,662	5.50
2006	17,352,602		9,898,882		7,453,720		1,085,000		973,652	3.62
2007	18,677,465		10,045,758		8,631,707		1,300,000		2,278,126	2.41
2008	21,116,411		10,605,615		10,510,796		1,365,000		2,231,734	2.92

**Notes:** Details regarding the City's outstanding debt can be found in the notes to basic financial statements. Operating expenses do not include interest, depreciation, or amortization expenses.

### Schedule 15

		Sewer Revenue Bonds											Genera	al D	ebt to Total	Genera	l Expendit	ures	
	Utility Service	(	Less: Operating				Debt \$	Serv	ice			Debt Service			ce	General			
_	Charges		Expenses		Revenue	F	Principal		Interest	Covera	ge	Principal Interest		Interest	Expenses		Coverage	e_	
\$	7,559,809	\$	5,775,024	\$	1,784,785	\$	210,000	\$	419,252	2.8	84	\$	1,796,476	\$	1,266,811	\$ 21	,686,403	14.13	3
	8,052,780		6,535,394		1,517,386		225,000		456,250	2.5	23		1,981,046		1,379,576	24	,349,626	13.80	0
	8,493,948		6,631,349		1,862,599		245,000		447,091	2.0	69		2,336,970		2,080,630	25	,264,405	17.49	9
	9,407,030		6,853,182		2,553,848		380,000		435,685	3.	13		2,677,358		1,912,986	25	,765,271	17.82	2
	9,111,856		7,046,561		2,065,295		395,000		502,907	2.3	30		2,443,283		1,848,377	27	,255,672	15.7	5
	10,750,891		7,833,343		2,917,548		515,000		569,169	2.0	69		2,688,821		1,801,665	28	,418,471	15.80	0
	10,937,102		7,623,434		3,313,668		565,000		581,066	2.8	89		2,404,414		1,712,320	27	,632,120	14.90	0
	12,685,152		8,824,496		3,860,656		1,280,000	2	2,332,321	1.0	07		3,215,621		1,728,070	27	,652,502	10.9	4
	13,929,944		8,895,996		5,033,948		1,340,000	2	2,283,171	1.3	39		3,319,524		1,585,216	29	,190,164	10.79	9
	13,887,099		10,135,265		3,751,834		1,395,000	:	2,235,734	1.0	03		3,484,819		1,380,766	30	,045,998	11.09	9

## CITY OF WYOMING, MICHIGAN **DEMOGRAPHIC AND ECONOMIC STATISTICS (UNAUDITED)**

Last Ten Calendar Years

Calendar Year	Population	(	Personal Income (thousands of dollars)	Р	Per Capita ersonal ncome	Median Age	Education Level in Years of Schooling	School Enrollment	Unemployment Rate
1999	66,858	\$	1,177,000	\$	17,600	32	12.4	12,967	3.1%
2000	66,858		1,177,000		17,600	32	12.4	12,960	3.1%
2001	69,368		1,221,000		17,600	31.2	12.4	12,960	5.0%
2002	69,795		1,346,000		19,287	31.2	12.4	12,762	5.8%
2003	70,038		1,352,000		19,300	31.2	12.4	13,053	8.0%
2004	70,060		2,086,000		29,770	32.5	12.4	13,992	6.6%
2005	70,300		1,680,000		23,902	33.6	12.4	14,465	6.4%
2006	70,122		1,694,000		24,165	33.6	12.4	15,233	5.8%
2007	70,155		1,763,000		25,129	30.6	12.3	15,248	6.1%
2008 <sup>a</sup>	70,440		1,684,000		23,900	33.6	12.3	14,850	7.3%

**Sources:** Population, median age, and education level information provided by the U.S. Census Department. Personal income and unemployment data provided by the State Department of Commerce and Labor. School enrollment data provided by the various school districts.

**Notes:** Population, median age, and education level information are based on surveys conducted during the last quarter of the fiscal year. Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census at the start of the school year.

<sup>&</sup>lt;sup>a</sup> Estimate provided by the U.S. Census Department.

# CITY OF WYOMING, MICHIGAN PRINCIPAL EMPLOYERS (UNAUDITED) Current Year and Nine Years Ago

		2008			1999	
<u>Employer</u>	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
General Motors Corp.	2,400	1	5.86%	2,800	1	6.27%
Metro Health Hospital	1,850	2	4.52%			
Gordon Food Service	1,500	3	3.66%	1,100	3	2.46%
United Parcel Service	800	4	1.95%	1,000	4	2.24%
Delphi (formerly General Motors Corp. Rochester)	650	5	1.59%	998	5	2.23%
Hope Network	600	6	1.46%	625	7	1.40%
Benteler Industries	550	7	1.34%	600	8	1.34%
Michigan Turkey Products Co-Op	549	8	1.34%			
City of Wyoming	406	9	0.99%	434	10	0.97%
Country Fresh, Inc.*	383	10	0.93%			0.00%
Diesel Technology Co.*				1,300	2	2.91%
Smith Industries*				875	6	1.96%
Rogers Department Store				525	9	1.18%
Total	9,688		23.65%	10,257		22.96%

The Right Place, Inc. - Publication entitled "The Book of Lists."

<sup>\*</sup> Equal number of employees in 1999.

### CITY OF WYOMING, MICHIGAN

## FULL-TIME-EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM (UNAUDITED)

Last Ten Fiscal Years

	Full-Time-Equivalent Employees as of June 30											
	98/99	99/00	00/01	01/02	02/03	03/04	04/05	05/06	06/07	07/08		
Function/Program												
General government												
Management services	13.5	13.5	13.75	13.75	11.75	11.75	11.25	9	9	10		
Finance	10	10	11	11	11	10.5	9.5	7.5	8.5	8.5		
Treasurer	10	9.5	9.5	10	10	9	9	8	8	8		
Information technology	4	4	4	4	5	11	11	10	11	11.5		
Assessor	8.5	8.5	8.5	8.5	8.5	7.5	7.5	5.5	6	6.5		
Planning	20	20.5	21	21	20	20	20	18.5	18	17		
Other	7	7	7	7	10	10	10	8.5	9	9		
Police *												
Officers	103	103	106	106	106	103	101	88	88	88		
Civilians	37	39.5	41.5	41.5	41.5	36.5	35.5	27	29.5	31		
Fire *												
Firefighters and officers	38	38	38	38	38	38	38	30	31	31		
Civilians	2	2	2	2	2	2	1	1	1	1		
Courts	18.5	18.5	22.5	23.5	23.5	23.5	23.5	21.5	21.5	21.5		
Other public works												
Engineering	10	10	10	11	10	10	10	8	8	8		
Other	73	74	73	70	70	67	64	63	63	61		
Parks and recreation	25	27	28.5	28.75	28	28	26	25	25.5	25.5		
					-	_	-					
Water	31	31	31	32	32.5	33	31	31.5	32	29		
Sewer	35	35	35	36	36.5	37	35	35.5	35	40		
Total	445.5	451.00	462.25	464.00	464.25	457.75	443.25	397.5	404.0	406.5		

Source: City Finance Office.

**Notes:** A full-time employee is scheduled to work 2,088 hours per year (including vacation and sick leave). Full-time-equivalent employment is calculated by dividing total labor hours by 2,088.

<sup>\*</sup> Police and Fire employee counts have been adjusted due to re-classifications

# CITY OF WYOMING, MICHIGAN OPERATING INDICATORS BY FUNCTION/PROGRAM (UNAUDITED)

Last Ten Fiscal Years

	Fiscal Year											
	1999	2000	<u>2001</u>	2002	2003	2004	2005	2006	2007	2008		
Function/Program												
General government												
Building permits issued for all construction	839	850	882	775	765	788	775	696	565	534		
Building inspections conducted	2,723	3,244	2,814	3,439	3,222	3,313	3,357	3,215	3,094	2,544		
Police												
Physical arrests	11,470	10,795	11,115	10,962	10,796	9,940	8,549	8,725	6,556	5,342		
Parking violations	2,102	1,955	2,424	2,491	2,522	3,155	2,244	2,276	1,874	2,985		
Traffic violations	18,629	17,206	16,203	18,501	16,630	13,688	12,843	12,964	10,462	11,055		
Fire												
Emergency responses	3,166	3,422	3,401	3,396	3,441	3,139	3,305	3,219	3,393	3,746		
Fires extinguished	1,204	1,365	1,260	1,269	1,179	1,516	1,574	1,638	1,525	1,575		
Inspections	N/A	N/A	N/A	N/A	950	1,000	1,500	1,000	900	766		
Parks and recreation												
Athletic field permits issued per hour	5,169	5,572	10,218	7,123	11,948	16,140	10,302	9,599	12,461	8,933		
Library												
Volumes in collection	107,391	109,603	103,902	104,537	110,382	116,531	119,129	121,267	136,461	144,575		
Total volumes borrowed	374,366	368,805	336,067	324,985	499,650	508,780	516,502	510,438	536,581	637,215		
Water												
Water main breaks	61	69	64	63	70	84	56	66	76	73		
Average daily consumption												
(thousands of gallons)	34,600	30,200	30,300	32,600	36,400	32,500	34,400	36,300	35,993	34,544		
Peak daily consumption												
(thousands of gallons)	81,900	64,500	69,100	84,400	83,500	84,100	78,600	83,100	87,765	87,999		
Wastewater												
Average daily sewage treatment												
(thousands of gallons)	15,620	16,810	17,590	17,530	16,370	16,100	16,630	16,500	17,590	15,077		

Sources: Various City departments.

# CITY OF WYOMING, MICHIGAN CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM (UNAUDITED)

Last Ten Fiscal Years

					Fisca							
	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>		
Function/Program												
Police												
Stations	1	1	1	1	1	1	1	1	1	1		
Patrol units	31	31	31	31	33	31	28	28	28	29		
Fire stations	4	4	4	4	4	4	4	4	4	4		
Other public works												
Streets (miles)	228.5	228.5	228.5	228.5	228.5	228.5	239.1	239.1	250.1	245.8		
Streetlights	4,723	4,723	4,723	4,723	4,723	4,723	5,092	5,092	5,092	5,267		
Traffic signals	44	44	44	46	46	48	48	49	49	50		
Parks and recreation												
Acreage	620.5	637	637	637	637	685	691	691	691	692		
Playgrounds	15	15	15	15	15	16	16	17	17	17		
Play structures	24	26	26	27	27	31	31	35	35	36		
Athletic fields	45	45	45	45	46	46	46	46	46	46		
Basketball/tennis courts	39	39	39	40	40	41	41	41	41	41		
Community centers	1	1	1	1	1	1	1	1	1	1		
Water												
Water mains (miles)	290.5	291.6	292.0	294.9	297.2	298.2	304.6	306.2	307.2	314.1		
Fire hydrants	2,897	2,910	2,916	2,955	2,976	2,991	3,039	3,100	3,114	3,396		
Sewer												
Sanitary sewers (miles)	248.9	250.4	252.5	255.0	256.5	258.5	260.7	263.5	264.4	264.4		
Storm sewers (miles)	212.5	215.6	216.8	219.2	220.7	223.4	225.8	230.6	230.7	230.7		
Treatment capacity (thousands of gallons)	19,000	19,000	19,000	19,000	19,000	19,000	19,000	19,000	19,000	19,000		

Sources: Various City departments.

Additional Reports Required by OMB Circular A-133

Year Ended June 30, 2008

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Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards

## **Independent Auditors' Report**

Honorable Mayor and Members of the City Council City of Wyoming Wyoming, Michigan

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the City of Wyoming, Michigan as of and for the year ended June 30, 2008, which collectively comprise the City's basic financial statements and have issued our report thereon dated December 3, 2008. We did not audit the financial statements of the Wyoming Housing Commission which represents 87% of the total assets of the component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us. Our opinion expressed therein, insofar as it relates to the amounts included for the Wyoming Housing Commission, is based solely upon the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

#### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Wyoming's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City of Wyoming's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the financial statements that is more than inconsequential will not be prevented or detected by the City of Wyoming's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the City of Wyoming's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Wyoming's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of basic financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the City of Wyoming in a separate letter dated December 3, 2008.

This report is intended solely for the information and use of the City Council, management, federal awarding agencies and pass-through entities, and is not intended to be, and should not be, used by anyone other than these specified parties.

Grand Rapids, Michigan

BDO Section, LLP

December 3, 2008

Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133

## **Independent Auditors' Report**

Honorable Mayor and Members of the City Council City of Wyoming Wyoming, Michigan

### **Compliance**

We have audited the compliance of the City of Wyoming, Michigan with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008. The City of Wyoming's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City of Wyoming's management. Our responsibility is to express an opinion on the City of Wyoming's compliance based on our audit.

The City of Wyoming's basic financial statements include the operations of the Wyoming Housing Commission, which expended \$7,869,615 in federal awards, which is not included in the City's schedule of expenditures of federal awards for the year ended June 30, 2008. Our audit, described below, did not include the operations of the Wyoming Housing Commission because the component unit's audit in accordance with OMB Circular A-133 was performed separately and a separate report was issued.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Wyoming's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City of Wyoming's compliance with those requirements.

In our opinion, the City of Wyoming complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008.

#### Internal Control Over Compliance

The management of the City of Wyoming is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City of Wyoming's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Wyoming's internal control over compliance.

A control deficiency in the City of Wyoming's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City of Wyoming's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the City of Wyoming's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the City of Wyoming's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

#### Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the City of Wyoming as of and for the year ended June 30, 2008, and have issued our report thereon dated December 3, 2008. We did not audit the financial statements of the Wyoming Housing Commission which represents 87% of the total assets of the component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us. Our opinion expressed herein, insofar as it relates to the amounts included for the Wyoming Housing Commission, is based solely upon the report of the other auditors. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the City of Wyoming's basic financial statements. The accompanying schedule

of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the City Council, management, federal awarding agencies and pass-through entities, and is not intended to be, and should not be, used by anyone other than these specified parties.

Grand Rapids, Michigan

BDO Seedman, LLP

December 3, 2008

# Schedule of Expenditures of Federal Awards

V 1-1 L 20 2009	Federal CFDA	Program or Award
Year ended June 30, 2008	Number	Amount
Federal Grantor/Pass-Through Grantor/Program/Project Number		
U.S. Department of Housing and Urban Development		
Community Development Block Grant	14.218	
B-06-MC-26-0020	\$	484,616
B-07-MC-26-0020		481,525
Total U.S. Department of Housing and Urban Development		
U.S. Department of Justice		
Passed through Michigan Department of Community Health:		
Edward Byrne Memorial Justice Assistance Grant Program	16.738	
70973-6-07-B	10.750	46,403
70973-7-08-B		46,403
		<u> </u>
Total passed through Michigan Department of Community Health		
Direct programs:		
Local Law Enforcement Block Grant	16.592	
2005DJBX0444		38,338
2006LBBX0608		24,647
2007DJBX0278		37,017
Bulletproof Vest Partnership Program	16.607	
1121-0235 2007		10,170
1121-0235 2006		1,028
1121-0235 2005		3,927
1121-0235 2004		1,550

## **Total U.S. Department of Justice**

<sup>(1)</sup> Program income offsetting related current year expenditures.

## Schedule of Expenditures of Federal Awards

Accrued (Deferred) Revenue at July 1, 2007	Adjustments (1)	C	urrent Year Receipts	Current Year Expenditures	Accrued (Deferred) Revenue at June 30, 2008
\$ 96,830	\$ (100,493) (1)	\$	372,098	\$ 375,761	\$ -
	(27,691) (1)		193,529	295,593	74,373
96,830	(128,184)		565,627	671,354	74,373
				·	
13,611	-		21,985	8,374	- 0.462
-	-		29,466	38,929	9,463
13,611	-		51,451	47,303	9,463
(20,583)	-		-	20,583	-
(20,126)	(583) <sup>(1)</sup>		4,647	10,217	(15,139)
 -	_		30,000	-	(30,000)
 (40,709)	(583)		34,647	30,800	(45,139)
_	<del>-</del>		_	4,234	4,234
-	-		-	1,028	1,028
-	-		-	3,927	3,927
-	=		-	204	204
-	-		-	9,393	9,393
(27,098)	(583)		86,098	87,496	(26,283)

	Federal	Program
V 1.11 20.2000	CFDA	Awa
Year ended June 30, 2008	Number	Amo
Federal Grantor/Pass-Through Grantor/Program/Project Number		
U.S. Department of Transportation		
Passed through Michigan State Police:		
State and Community Highway Safety		
AL-07-38	20.601 \$	24,4
PT-07-33	20.600	214,9
PT-08-48	20.600	450,5
TR-08-05	20.609	6,8
Total passed through Michigan State Police		
Passed through Kent County Road Commission:		
Highway Planning and Construction	20.205	1,123,7
U.S. Department of Health and Human Services  Passed through Area Agency on Aging of Western Michigan:  Title III B (Congregate)  Go Bus - 07/08	93.044	12,0
U.S. Department of Education Passed through Michigan Department of Education:		,
Twenty First Century Learning Grant	84.287	
07 Elementary School-Cohort C	04.207	371,4
08 Elementary School-Cohort C		489,
08 Middle School-Cohort D		298,
oo whade behoof cohort b		270,
Total U.S. Department of Education		
Total Federal Financial Assistance		

## **Schedule of Expenditures of Federal Awards**

Accrued (Deferred) Revenue at July 1, 2007	Adjustments (1)	С	urrent Year Receipts	Current Year Expenditures	J	Accrued (Deferred) Revenue at une 30, 2008
\$ 2,265	\$ -	\$	24,228	\$ 21,963	\$	-
35,813	-		154,807	118,994		-
-	-		68,961	349,626		280,665
 	-		6,812	6,812		
38,078	-		254,808	497,395		280,665
-	-		421,102	421,102		
38,078			675,910	918,497		280,665
-	-		12,043	12,043		<u>-</u>
59,286 - -	- - -		59,286 261,732 121,124	- 311,321 146,884		49,589 25,760
59,286	_		442,142	458,205		75,349
\$ 167,096	\$ (128,767)	\$	1,781,820	\$ 2,147,595	\$	404,104

# Note to Schedule of Expenditures of Federal Awards

## Note to Schedule of Expenditures of Federal Awards

### 1. General

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Wyoming and is presented on the modified accrual basis of accounting. The Wyoming Housing Commission is not included as it is audited and reported in a separately issued report. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

# **Schedule of Findings** and Questioned Costs

## Schedule of Findings and Questioned Costs Year Ended June 30, 2008

Section I - Summary of Auditors' Results					
Financial Statements					
Type of auditors' report issued:		unqualified			
Internal control over financial reporting:					
Material weakness(es) identified?		no			
Significant deficiency(ies) identified material weakness(es)?	I that are not considered to be	none reported			
Noncompliance material to financial state	ements noted?	no			
Federal Awards					
Internal control over major programs:					
Material weakness(es) identified?		no			
Significant deficiency(ies) identified material weakness(es)?	I that are not considered to be	none reported			
Type of auditors' report issued on comp	unqualified				
Any audit findings disclosed that are required with Section 510(a) of <i>OMB Circula</i>		no			
Identification of major programs:					
CFDA Number	Name of Federal Program or Cluster				
14.218 20.600	Community Development Block Grant State and Community Highway Safety				
Dollar threshold used to distinguish betw	veen Type A and Type B programs:	\$ 300,000			
Auditee qualified as low-risk auditee?		no			
Section II - Findings Related to the Financial Statements					

There were no findings which are required to be reported under Government Auditing Standards.

**Section III - Findings and Questioned Costs for Federal Awards** 

There were no findings or questioned costs.

## Summary Schedule of Prior Audit Findings Year Ended June 30, 2008

## **Findings Related to the Basic Financial Statements**

Finding Number	Finding	Comments
2007-1	Prior Period Adjustment for Capital Assets	Finding has been cleared.
2007-2	Year-End Closing Entries	Finding has been cleared.
2007-3	Oversight of Financial Reporting	Finding has been cleared.
2007-4	Oversight of Federal Grants	Finding has been cleared.

## Findings and Questioned Costs for Federal Awards

Finding		CFDA	Questioned	
Number	Finding	Number	Cost	Comments
2007-5	Davis Bacon Act Highway	20.205	N/A	Finding has been
	Planning and Construction			cleared.

99 Monroe Avenue N.W., Suite 800 Grand Rapids, Michigan 49503-2654 Telephone: (616) 774-7000 Fax: (616) 776-3680

December 3, 2008

Honorable Mayor and Members of the City Council City of Wyoming Wyoming, Michigan

Dear Members:

We have audited the basic financial statements of the City of Wyoming (the City) as of and for the year ended June 30, 2008, and have issued our report thereon dated December 3, 2008. In planning and performing our audit, we considered the City's internal controls in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal controls.

During our audit, we noted certain matters involving accounting procedures and business practices that are presented for your consideration. These comments and recommendations, all of which have been discussed with the appropriate members of management, are intended to improve financial reporting practices or result in operating efficiencies.

We would be happy to further discuss our recommendations with you and provide whatever assistance you deem appropriate to implement these recommendations.

We appreciate the cooperation of the City's staff that our personnel received during the audit.

This memorandum is intended solely for the information and the use of City Council, management and others within the City and should not be used for any other purpose.

Very truly yours,

BDO Serlman, LLP

Memorandum of Recommendations Year Ended June 30, 2008

### **Memorandum of Recommendations**

## **Cash Balance Transactions Reports for CDBG**

The cash balance on the *Cash Transactions Report* for the Community Development Block Grant (CDBG) that was submitted to the oversight agency did not agree to the cash balance on the City's general ledger. Reports submitted to oversight agencies should agree to underlying data in the general ledger so that the oversight agency receives correct information. Once this discrepancy was discovered, management submitted a revised *Cash Transactions Report*.

#### Recommendation

All reports sent to oversight agencies should be reviewed by management and tested to make sure that amounts agree to the applicable general ledger balances.

### Management's Response

In the future, the Finance Department will review reports filed with CDBG by the Planning Department prior to the report being filed.

## **Proper Cut-off for Construction Invoices**

We noted two construction invoices for which a portion of the invoice should have been accrued at June 30, 2008 since a portion of the construction services were performed prior to June 30, 2008. However, since the invoice was dated after June 30, 2008, the City did not accrue any part of the invoice at June 30, 2008. All invoices should be accrued based on service date rather than the invoice date to ensure that all construction in process and accounts payable balances are complete and proper at year-end.

#### Recommendation

Management should review all construction invoices to determine the period of service and accrue for any service provided prior to June 30, 2008. If the invoice does not specify the period of service, management should contact the engineering department to receive an estimate of the portion of construction services received prior to year-end.

### Management's Response

In the future, the Finance Department will review and allocate costs on large construction invoices between fiscal years.

## **Memorandum of Recommendations**

#### **New Laws and Pronouncements**

There are several new pronouncements that have been issued by the Governmental Accounting Standards Board (GASB) that will affect future annual financial reports issued by the City. A brief summary of these new pronouncements is listed below:

GASB Statement No. 45, Accounting and Financial Reporting by Employers for Post Employment Benefits Other Than Pensions, establishes standards for the measurement, recognition, and display of OPEB expense/expenditures and related liabilities, note disclosures, and required supplementary information in the financial statements of the City. This pronouncement was effective for the year beginning July 1, 2008.

GASB Statement No. 49, Accounting and Financial Reporting for Pollution Remediation Obligations, discusses how to identify and report pollution remediation obligations. Examples include water pollution and asbestos removal but not landfill closure costs. The pronouncement identifies five obligating events which could trigger recording a liability. The liability would include pre-cleanup, cleanup activities, oversight and enforcement activities. A liability is required to be reported once it is possible to reasonably estimate the liability, regardless of whether it is probable that it will be paid. The pronouncement was effective for the year beginning July 1, 2008.

GASB Statement No. 51, Accounting and Reporting for Intangible Assets, requires that all intangible assets not specifically excluded by its scope provisions be classified as capital assets. Goodwill is specifically excluded. Accordingly, existing authoritative guidance related to the accounting and financial reporting for capital assets should be applied to these intangible assets, as applicable. Examples of assets that may be considered intangible assets include easements, water rights, timber rights, patents, trademarks and computer software. There are special rules for internally generated software. This pronouncement will be effective for the year beginning July 1, 2009.

GASB Statement No. 53, Accounting and Financial Reporting for Derivative Instruments, requires that derivatives be recognized and measured at fair value with changes recognized as investment income. Hedges must be evaluated for effectiveness. Examples of derivatives are interest rate locks, interest rate swaps or future contracts. The approach is similar to private sector accounting and reporting. This pronouncement will be effective for the year beginning July 1, 2009.

## **Memorandum of Recommendations**

**Fair and Accurate Credit Transactions Act,** effective November 1, 2008, requires creditors to develop and implement written identity theft prevention programs. If a government defers payments for goods or services, they are considered creditors to municipal utilities. The prevention program must provide for the identification, detection and response to patterns, practices or specific activities (red flags) that could indicate identity theft.

#### Recommendation

Review the new act and pronouncements to determine changes necessary to ensure that the City is in compliance with applicable laws, regulations and financial statement and note disclosures.